

**ITEM 12 DECEMBER 2017 FINANCIALS**

Overall, the result for the month of December is favourable compared to phased budget for the key indicators. The Operating Result [pre capital] is favourable by \$6.9M and the Funds Result shows a favourable variance compared to the phased budget of \$5.8M.

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

Council has expended \$43.6M on its capital works program representing 45.9% of the annual budget. The year to date budget for the same period was \$42.9M.

The financial reports presented do not include the adjustments to budgets that form part of the December 2017 Quarterly Review.

**RECOMMENDATION**

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

**REPORT AUTHORISATIONS**

Report of: Tana Ramsden, Manager Finance [Acting]

Authorised by: Tom Tyrpenou, Director Corporate Services – Connected and Engaged City [Acting]

**ATTACHMENTS**

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

**BACKGROUND**

This report presents the Income and Expense Statement, Balance Sheet and Cash Flow Statement for December 2017. Council's current budget has a Net Funding (cash) deficit of \$12.1M, an Operating Deficit [pre capital] of \$2.8M and a capital expenditure of \$94.9M. At the end of December, 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	29-Dec	29-Dec	29-Dec	
<b>KEY MOVEMENTS</b>					
Operating Revenue \$M	261.5	266.6	133.6	134.7	1.1
Operating Costs \$M	(269.9)	(269.3)	(133.0)	(127.3)	5.7
<b>Operating Result [Pre Capital] \$M</b>	<b>(8.4)</b>	<b>(2.8)</b>	<b>0.6</b>	<b>7.5</b>	<b>6.9</b>
Capital Grants & Contributions \$M	44.9	26.7	10.5	11.2	0.7
<b>Operating Result \$M</b>	<b>36.4</b>	<b>23.9</b>	<b>11.1</b>	<b>18.6</b>	<b>7.5</b>
<b>Funds Available from Operations \$M</b>	<b>54.4</b>	<b>56.3</b>	<b>28.5</b>	<b>31.6</b>	<b>3.0</b>
<b>Capital Works</b>	<b>91.4</b>	<b>94.9</b>	<b>42.9</b>	<b>43.6</b>	<b>(0.7)</b>
<b>Contributed Assets</b>	<b>3.6</b>	<b>3.6</b>	<b>-</b>	<b>-</b>	<b>-</b>
Transfer to Restricted Cash	-	13.6	13.6	13.6	-
Borrowings Repaid \$M	7.5	7.5	5.0	5.0	-
Funded from:					
- Operational Funds \$M	54.4	56.3	23.5	26.6	3.0
- Other Funding \$M	38.4	51.3	27.4	30.9	3.5
<b>Total Funds Surplus/(Deficit) \$M</b>	<b>(9.7)</b>	<b>(12.1)</b>	<b>(5.5)</b>	<b>0.3</b>	<b>5.8</b>

## Financial Performance

The December 2017 Operating Result [pre capital] shows a positive variance compared to budget of \$6.9M.

The Funds Available from Operations shows a positive variance of \$3.0M. This includes the Operating Result variance of \$7.5M but excludes non-cash and transfer to and from restricted cash movements. These include non-cash variations in depreciation (\$1.4M) and profit on disposal of assets (\$0.4M), employee on-costs (\$0.2M), transfer of additional grants and income received to restricted cash (\$1.0M), lower level of application of restricted cash for funded projects (\$1.1M) and a higher level of employee leave payments (\$0.4M).

## Funds Result

The Total Funds result as at 29 December 2017 shows a positive variance of \$5.8M compared to phased budget. This includes the positive variation in the funds component of the Operating Result (\$3.0M), expenditure greater than the phased budget in capital works (\$0.7M) and better progress in funded capital works that do not rely on the Funds from Operations (\$3.5M).

## Capital Budget

As at 29 December 2017, Council had expended \$43.6M or 45.9% of the approved annual capital budget of \$94.9M. The overall capital budget remains effectively unchanged with proposed changes between programs contained in Attachment 2.

## Liquidity

Council's cash and investments increased during December 2017 to holdings of \$170.7M compared to \$155.6M at the end of November 2017. This reflects normal trends for this time of the year.

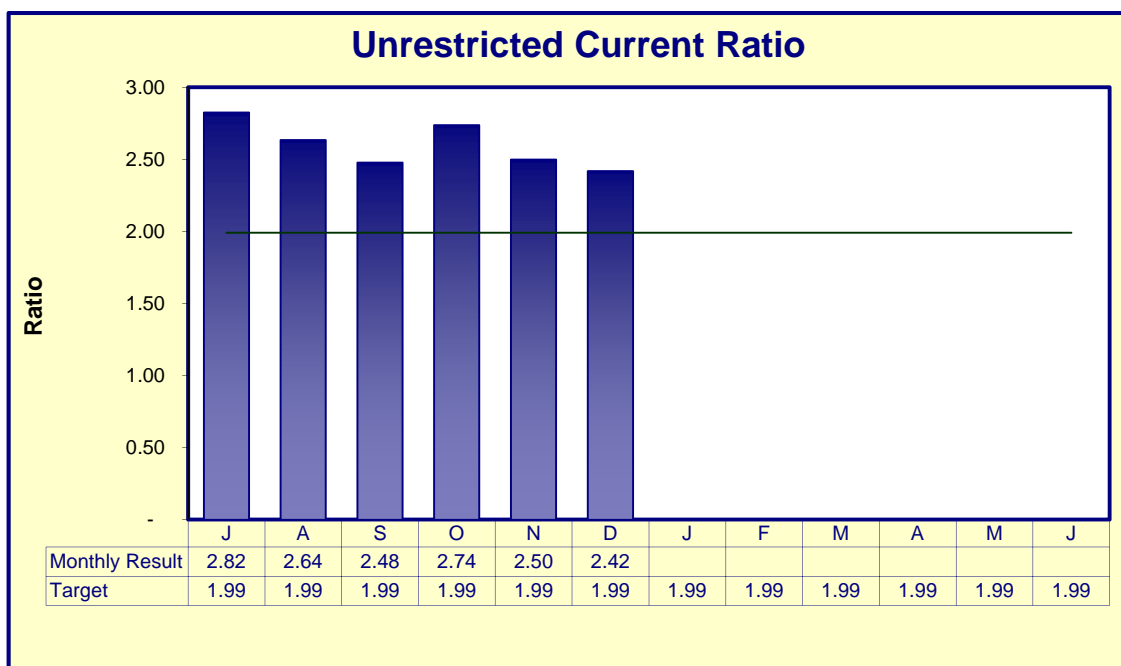
CASH, INVESTMENTS & AVAILABLE FUNDS				
	Actual 2016/17 \$M	Original Budget 2017/18 \$M	September QR 2017/18 \$M	Actual Ytd Dec 2017 \$M
Total Cash and Investments	167.6	153.5	144.9	170.7
Less Restrictions:				
External	75.8	96.9	76.3	75.8
Internal	57.4	49.8	63.2	66.0
Total Restrictions	133.2	146.8	139.5	141.8
Available Cash	34.4	6.8	5.4	28.8
Adjusted for :				
Current payables	(41.6)	(24.3)	(24.2)	(32.8)
Receivables	23.5	23.9	33.8	16.5
Other	10.7	11.0	11.0	14.9
Net Payables & Receivables	(7.4)	10.6	9.6	(1.4)
<b>Available Funds</b>	<b>27.0</b>	<b>17.3</b>	<b>15.0</b>	<b>27.4</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 formed part of the 2017-18 Annual Plan 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 2018. The actual Available Funds at 29 December 2017 has been impacted

by the progress of planned expenditure to date and a transfer made to the Strategic Projects reserve of \$4.4M related to last year surplus funds result.

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 December 2017, receivables totalled \$16.5M, compared to receivables of \$22.8M at December 2016. Fluctuations relate to the timing of revenue and rates payments which are accrued before the actual payments are due.

**Payables**

Payables (the amount of money owed to suppliers) of \$32.8M were owed at December 2017 compared to payables of \$35.9M in December 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 \$20.5M 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’s Debt Service Ratio forecast for 2017-18 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 \$2.6B of assets are controlled and managed by Council for the community as at 29 December 2017. The 2017-18 capital works program includes projects such as the West Dapto Access Strategy, Grand Pacific Walk, tramway sea wall and path upgrade, civil asset renewals including roads, car parks and buildings and purchase of library books. As at 29 December 2017, Council had expended \$43.6M or 45.9% of the approved annual capital budget of \$94.9M.

**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 2017-18
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 December 2017 are within projections over a range of financial indicators and it is expected that Council will achieve the forecast annual results.

<b>WOLLONGONG CITY COUNCIL</b>				
1 July 2017 to 29 December 2017				
	2017/18 Original Budget \$'000	2017/18 Current Budget \$'000	2017/18 YTD Budget \$'000	2017/18 Actual YTD \$'000
<b>Income Statement</b>				
<b>Income From Continuing Operations</b>				
<b>Revenue:</b>				
Rates and Annual Charges	190,941	191,532	95,508	95,420
User Charges and Fees	35,691	35,686	17,455	17,733
Interest and Investment Revenues	4,321	5,217	2,608	2,722
Other Revenues	9,705	10,204	5,011	5,136
Grants & Contributions provided for Operating Purposes	20,838	21,051	10,204	10,488
Grants & Contributions provided for Capital Purposes	44,858	26,702	10,510	11,166
Profit/Loss on Disposal of Assets	0	2,869	2,869	3,231
<b>Total Income from Continuing Operations</b>	<b>306,353</b>	<b>293,261</b>	<b>144,167</b>	<b>145,896</b>
<b>Expenses From Continuing Operations</b>				
Employee Costs	125,906	126,209	62,384	60,102
Borrowing Costs	3,849	3,859	1,927	1,918
Materials, Contracts & Other Expenses	93,150	94,111	45,076	42,654
Depreciation, Amortisation + Impairment	64,340	62,362	31,437	30,007
Internal Charges (labour)	(15,702)	(15,582)	(6,987)	(6,860)
Internal Charges (not labour)	(1,618)	(1,614)	(804)	(553)
<b>Total Expenses From Continuing Operations</b>	<b>269,926</b>	<b>269,345</b>	<b>133,033</b>	<b>127,267</b>
<b>Operating Results From Continuing Operations</b>	<b>36,427</b>	<b>23,916</b>	<b>11,133</b>	<b>18,629</b>
<b>Net Operating Result for the Year</b>	<b>36,427</b>	<b>23,916</b>	<b>11,133</b>	<b>18,629</b>
<b>Net Operating Result for the Year before Grants &amp; Contributions provided for Capital Purposes</b>	<b>(8,431)</b>	<b>(2,786)</b>	<b>623</b>	<b>7,463</b>
<b>NET SURPLUS (DEFICIT) [Pre capital] %</b>	<b>11.9%</b>	<b>8.2%</b>	<b>7.7%</b>	<b>12.8%</b>
<b>Funding Statement</b>				
<b>Net Operating Result for the Year</b>	<b>36,427</b>	<b>23,916</b>	<b>11,133</b>	<b>18,629</b>
Add back :				
- Non-cash Operating Transactions	80,942	76,548	37,061	35,060
- Restricted cash used for operations	13,286	15,476	6,877	5,768
- Income transferred to Restricted Cash	(63,548)	(46,502)	(20,462)	(21,383)
- Payment of Accrued Leave Entitlements	(12,718)	(13,171)	(6,065)	(6,482)
- Payment of Carbon Contributions	0	0	0	0
<b>Funds Available from Operations</b>	<b>54,389</b>	<b>56,268</b>	<b>28,545</b>	<b>31,591</b>
Advances (made by) / repaid to Council	0	0	0	0
Borrowings repaid	(7,486)	(7,486)	(5,017)	(5,017)
<b>Operational Funds Available for Capital Budget</b>	<b>46,903</b>	<b>48,781</b>	<b>23,528</b>	<b>26,574</b>
<b>CAPITAL BUDGET</b>				
Assets Acquired	(91,373)	(94,894)	(42,909)	(43,564)
Contributed Assets	(3,600)	(3,600)	0	0
Transfers to Restricted Cash	0	(13,625)	(13,625)	(13,625)
Funded From :-				
- Operational Funds	46,903	48,781	23,528	26,574
- Sale of Assets	1,750	11,000	9,560	10,299
- Internally Restricted Cash	9,241	12,633	6,739	7,373
- Borrowings	0	0	0	0
- Capital Grants	9,641	11,107	5,072	5,642
- Developer Contributions (Section 94)	6,665	6,967	2,326	3,241
- Other Externally Restricted Cash	5,630	5,263	3,477	4,110
- Other Capital Contributions	5,428	4,288	250	236
<b>TOTAL FUNDS SURPLUS / (DEFICIT)</b>	<b>(9,715)</b>	<b>(12,081)</b>	<b>(5,580)</b>	<b>286</b>

CAPITAL PROJECT REPORT							
as at the period ended 29 December 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	3,143	(2,646)	3,185	(2,688)	1,118	42	(42)
Public Transport Facilities	290	(120)	340	(170)	198	50	(50)
Roadworks	13,000	(2,989)	13,000	(2,989)	5,360	(0)	0
Bridges, Boardwalks and Jetties	2,300	(50)	2,405	(5)	777	105	45
<b>TOTAL Roads And Related Assets</b>	<b>18,733</b>	<b>(5,805)</b>	<b>18,930</b>	<b>(5,852)</b>	<b>7,453</b>	<b>197</b>	<b>(47)</b>
<b>West Dapto</b>							
West Dapto Infrastructure Expansion	8,128	(8,128)	8,128	(8,128)	5,196	(0)	0
<b>TOTAL West Dapto</b>	<b>8,128</b>	<b>(8,128)</b>	<b>8,128</b>	<b>(8,128)</b>	<b>5,196</b>	<b>(0)</b>	<b>0</b>
<b>Footpaths And Cycleways</b>							
Footpaths	4,158	(1,023)	4,012	(1,027)	1,869	(146)	(4)
Cycle/Shared Paths	12,307	(3,639)	12,307	(3,639)	7,591	(0)	(0)
Commercial Centre Upgrades - Footpaths and Cycleways	3,715	(645)	3,715	(645)	1,325	(0)	0
<b>TOTAL Footpaths And Cycleways</b>	<b>20,181</b>	<b>(5,308)</b>	<b>20,034</b>	<b>(5,311)</b>	<b>10,785</b>	<b>(146)</b>	<b>(4)</b>
<b>Carparks</b>							
Carpark Construction/Formalising	510	(265)	510	(265)	62	(0)	0
Carpark Reconstruction or Upgrading	1,933	(73)	1,933	(73)	1,205	0	(0)
<b>TOTAL Carparks</b>	<b>2,443</b>	<b>(338)</b>	<b>2,443</b>	<b>(338)</b>	<b>1,267</b>	<b>0</b>	<b>0</b>
<b>Stormwater And Floodplain Management</b>							
Floodplain Management	2,477	(717)	2,477	(717)	759	(0)	0
Stormwater Management	3,995	(1,000)	3,930	(935)	1,357	(65)	65
Stormwater Treatment Devices	491	(186)	361	(56)	65	(130)	130
<b>TOTAL Stormwater And Floodplain M</b>	<b>6,963</b>	<b>(1,903)</b>	<b>6,768</b>	<b>(1,708)</b>	<b>2,180</b>	<b>(195)</b>	<b>195</b>
<b>Buildings</b>							
Cultural Centres (IPAC, Gallery, Townhall)	1,360	0	1,360	0	166	0	0
Administration Buildings	2,024	(20)	2,024	(20)	611	0	0
Community Buildings	9,822	(704)	9,822	(704)	4,382	(0)	0
Public Facilities (Shelters, Toilets etc.)	686	0	686	0	500	0	0
Carbon Abatement	1,198	(825)	1,198	(825)	861	0	(0)
<b>TOTAL Buildings</b>	<b>15,089</b>	<b>(1,549)</b>	<b>15,089</b>	<b>(1,549)</b>	<b>6,520</b>	<b>(0)</b>	<b>(0)</b>
<b>Commercial Operations</b>							
Tourist Park - Upgrades and Renewal	750	0	750	0	553	0	0
Crematorium/Cemetery - Upgrades and Renewal	320	0	320	0	27	0	0
Leisure Centres & RVGC	150	0	150	0	5	0	0
<b>TOTAL Commercial Operations</b>	<b>1,220</b>	<b>0</b>	<b>1,220</b>	<b>0</b>	<b>585</b>	<b>0</b>	<b>0</b>
<b>Parks Gardens And Sportfields</b>							
Play Facilities	1,421	(119)	1,448	(146)	526	27	(27)
Recreation Facilities	645	(562)	665	(582)	281	20	(20)
Sporting Facilities	1,430	(653)	1,460	(683)	148	30	(30)
<b>TOTAL Parks Gardens And Sportfield</b>	<b>3,497</b>	<b>(1,335)</b>	<b>3,573</b>	<b>(1,411)</b>	<b>955</b>	<b>77</b>	<b>(77)</b>

CAPITAL PROJECT REPORT							
as at the period ended 29 December 2017							
ASSET CLASS PROGRAMME	\$'000		\$'000		YTD EXPENDITURE	\$'000	
	CURRENT BUDGET		WORKING BUDGET			VARIATION	
	EXPENDITURE	OTHER FUNDING	EXPENDITURE	OTHER FUNDING		EXPENDITURE	OTHER FUNDING
<b>Beaches And Pools</b>							
Beach Facilities	211	0	211	0	50	(0)	0
Rock/Tidal Pools	1,160	(165)	1,160	(165)	832	0	(0)
Treated Water Pools	944	(20)	944	(20)	487	(0)	0
<b>TOTAL Beaches And Pools</b>	<b>2,315</b>	<b>(185)</b>	<b>2,315</b>	<b>(185)</b>	<b>1,370</b>	<b>0</b>	<b>(0)</b>
<b>Natural Areas</b>							
Natural Area Management and Rehabilitation	210	(10)	210	(10)	141	(0)	0
<b>TOTAL Natural Areas</b>	<b>210</b>	<b>(10)</b>	<b>210</b>	<b>(10)</b>	<b>141</b>	<b>(0)</b>	<b>0</b>
<b>Waste Facilities</b>							
Whytes Gully New Cells	8,082	(8,082)	8,082	(8,082)	4,916	(0)	0
Whytes Gully Renewal Works	300	(300)	300	(300)	101	(0)	0
Helensburgh Rehabilitation	100	(100)	100	(100)	15	(0)	0
<b>TOTAL Waste Facilities</b>	<b>8,482</b>	<b>(8,482)</b>	<b>8,482</b>	<b>(8,482)</b>	<b>5,033</b>	<b>(0)</b>	<b>0</b>
<b>Fleet</b>							
Motor Vehicles	1,822	(960)	1,822	(960)	626	(0)	0
<b>TOTAL Fleet</b>	<b>1,822</b>	<b>(960)</b>	<b>1,822</b>	<b>(960)</b>	<b>626</b>	<b>(0)</b>	<b>0</b>
<b>Plant And Equipment</b>							
Portable Equipment (Mowers etc.)	220	(67)	220	(67)	27	(0)	(0)
Mobile Plant (trucks, backhoes etc.)	3,102	(808)	3,102	(808)	27	(0)	0
Fixed Equipment	340	0	350	(10)	(0)	10	(10)
<b>TOTAL Plant And Equipment</b>	<b>3,662</b>	<b>(874)</b>	<b>3,672</b>	<b>(884)</b>	<b>54</b>	<b>10</b>	<b>(10)</b>
<b>Information Technology</b>							
Information Technology	1,216	(10)	1,216	(10)	305	(0)	0
<b>TOTAL Information Technology</b>	<b>1,216</b>	<b>(10)</b>	<b>1,216</b>	<b>(10)</b>	<b>305</b>	<b>(0)</b>	<b>0</b>
<b>Library Books</b>							
Library Books	1,162	(6)	1,162	(6)	678	(0)	(0)
<b>TOTAL Library Books</b>	<b>1,162</b>	<b>(6)</b>	<b>1,162</b>	<b>(6)</b>	<b>678</b>	<b>(0)</b>	<b>(0)</b>
<b>Public Art</b>							
Public Art Works	20	0	20	0	42	(0)	0
Art Gallery Acquisitions	115	0	164	(49)	76	49	(49)
<b>TOTAL Public Art</b>	<b>135</b>	<b>0</b>	<b>184</b>	<b>(49)</b>	<b>118</b>	<b>49</b>	<b>(49)</b>
<b>Emergency Services</b>							
Emergency Services Plant and Equipment	250	0	250	0	237	0	0
<b>TOTAL Emergency Services</b>	<b>250</b>	<b>0</b>	<b>250</b>	<b>0</b>	<b>237</b>	<b>0</b>	<b>0</b>
<b>Land Acquisitions</b>							
Land Acquisitions	149	0	149	0	58	(0)	0
<b>TOTAL Land Acquisitions</b>	<b>149</b>	<b>0</b>	<b>149</b>	<b>0</b>	<b>58</b>	<b>(0)</b>	<b>0</b>
<b>Non-Project Allocations</b>							
Capital Project Contingency	(773)	0	(773)	0	0	0	0
Capital Project Plan	10	0	10	0	2	0	0
<b>TOTAL Non-Project Allocations</b>	<b>(763)</b>	<b>0</b>	<b>(763)</b>	<b>0</b>	<b>2</b>	<b>0</b>	<b>0</b>
<b>GRAND TOTAL</b>	<b>94,894</b>	<b>(34,894)</b>	<b>94,885</b>	<b>(34,885)</b>	<b>43,564</b>	<b>(9)</b>	<b>9</b>

**Manager Project Delivery Division  
Commentary on December 2017 Capital Budget Report**

On 26 June 2017 Council approved a capital budget for 2017-18 of \$91.4M. During each of the first five months of 2017-18, a number of adjustments have been resolved by Council. As a result at 29 December 2017 the approved capital budget had increased to \$94.9M and year to date expenditure of the capital budget was \$43.6M. The year to date expenditure was \$0.7M more than the forecast expenditure of \$42.9M for this period.

The following table summarises the proposed changes to the total Capital Budget for January 2018 detailed in December Capital budget report arising from 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 \$9K in the overall capital budget.

<b>Program</b>	<b>Major Points of change to Capital Budget</b>
Traffic Facilities	Introduce additional RMS funding for existing project. Rephase Section 94 funding for several intersection upgrade projects. Reallocate Section 94 funds from Traffic Facilities Program to Public Transport Facilities.
Public Transport Facilities	Reallocate Section 94 funds from Traffic Facilities Program to Public Transport Facilities.
Bridges Boardwalks and Jetties	Rephase Section 94 funding for existing project. Reallocate budget from Footpaths Program to Bridges Boardwalks and Jetties.
Footpaths Program	Reallocate budget from Footpaths Program to Bridges Boardwalks and Jetties Program. Introduce additional Sect 94 funding for existing project.
Stormwater Management	Rephase Stormwater Services Management Levy for existing projects.
Stormwater Treatment Devices	Rephase Stormwater Services Management Levy for existing projects.
Play Facilities	Introduce CBP funding for existing project.
Recreation Facilities	Introduce CBP funding for existing project.
Sporting Facilities	Introduce Sports Priority Reserve funding for existing project. Introduce Port Kembla Community Infrastructure funding for existing project.
Art Gallery Acquisitions	Introduce community bequest funding for fine art purchase.



<b>WOLLONGONG CITY COUNCIL</b>		
	Actual 2017/18 \$'000	Actual 2016/17 \$'000
<b>Balance Sheet</b>		
<b>Current Assets</b>		
Cash Assets	38,986	23,534
Investment Securities	110,652	119,458
Receivables	16,476	23,532
Inventories	6,072	6,089
Other	14,980	10,680
Assets classified as held for sale	0	6,381
<b>Total Current Assets</b>	<b>187,166</b>	<b>189,672</b>
<b>Non-Current Assets</b>		
Non Current Cash Assets	21,085	24,585
Non-Current Receivables	0	0
	0	0
Property, Plant and Equipment	2,336,458	2,314,277
Investment Properties	4,775	4,775
Westpool Equity Contribution	1,835	1,835
Intangible Assets	454	653
<b>Total Non-Current Assets</b>	<b>2,364,607</b>	<b>2,346,125</b>
<b>TOTAL ASSETS</b>	<b>2,551,773</b>	<b>2,535,797</b>
<b>Current Liabilities</b>		
Current Payables	32,843	41,617
Current Provisions payable < 12 months	11,709	11,185
Current Provisions payable > 12 months	37,669	37,669
Current Interest Bearing Liabilities	7,513	7,513
<b>Total Current Liabilities</b>	<b>89,733</b>	<b>97,984</b>
<b>Non-Current Liabilities</b>		
Non Current Interest Bearing Liabilities	30,314	32,188
Non Current Provisions	49,115	48,121
<b>Total Non-Current Liabilities</b>	<b>79,430</b>	<b>80,309</b>
<b>TOTAL LIABILITIES</b>	<b>169,162</b>	<b>178,292</b>
<b>NET ASSETS</b>	<b>2,382,611</b>	<b>2,357,505</b>
<b>Equity</b>		
Accumulated Surplus	1,260,781	1,249,603
Asset Revaluation Reserve	980,026	974,736
Restricted Assets	141,805	133,166
<b>TOTAL EQUITY</b>	<b>2,382,611</b>	<b>2,357,505</b>

WOLLONGONG CITY COUNCIL		
CASH FLOW STATEMENT		
as at 29 December 2017		
	YTD Actual 2017/18 \$ '000	Actual 2016/17 \$ '000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<i>Receipts:</i>		
Rates & Annual Charges	103,748	182,005
User Charges & Fees	24,256	39,819
Interest & Interest Received	3,135	5,464
Grants & Contributions	18,704	57,871
Other	6,351	25,559
<i>Payments:</i>		
Employee Benefits & On-costs	(53,750)	(102,860)
Materials & Contracts	(24,250)	(60,479)
Borrowing Costs	(640)	(1,447)
Other	(28,307)	(44,300)
<b>Net Cash provided (or used in) Operating Activities</b>	<b>49,247</b>	<b>101,632</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
<i>Receipts:</i>		
Sale of Infrastructure, Property, Plant & Equipment	10,299	3,239
Deferred Debtors Receipts	-	-
<i>Payments:</i>		
Purchase of Investments	-	-
Purchase of Investment Property	-	-
Purchase of Infrastructure, Property, Plant & Equipment	(54,244)	(90,313)
Purchase of Interests in Joint Ventures & Associates	-	-
<b>Net Cash provided (or used in) Investing Activities</b>	<b>(43,945)</b>	<b>(87,074)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
<i>Receipts:</i>		
Proceeds from Borrowings & Advances	-	5,500
<i>Payments:</i>		
Repayment of Borrowings & Advances	(2,156)	(7,159)
Repayment of Finance Lease Liabilities	-	-
<b>Net Cash Flow provided (used in) Financing Activities</b>	<b>(2,156)</b>	<b>(1,659)</b>
<b>Net Increase/(Decrease) in Cash &amp; Cash Equivalents</b>	<b>3,146</b>	<b>5,787</b>
plus: Cash & Cash Equivalents and Investments - beginning of year	167,577	161,790
<b>Cash &amp; Cash Equivalents and Investments - year to date</b>	<b>170,723</b>	<b>167,577</b>

WOLLONGONG CITY COUNCIL		
CASH FLOW STATEMENT		
as at 29 December 2017		
	YTD Actual 2017/18 \$ '000	Actual 2016/17 \$ '000
<b>Total Cash &amp; Cash Equivalents and Investments - year to date</b>	<b>170,723</b>	<b>167,577</b>
<i>Attributable to:</i>		
External Restrictions (refer below)	75,768	75,788
Internal Restrictions (refer below)	66,036	57,379
Unrestricted	28,919	34,410
	<b>170,723</b>	<b>167,577</b>
<b>External Restrictions</b>		
Developer Contributions	18,856	16,367
RMS Contributions	378	216
Specific Purpose Unexpended Grants	3,242	3,049
Special Rates Levy Wollongong Mall	260	228
Special Rates Levy Wollongong City Centre	35	28
Local Infrastructure Renewal Scheme	16,775	19,973
Unexpended Loans	7,547	7,424
Domestic Waste Management	12,056	11,114
Private Subsidies	4,943	4,905
West Dapto Home Deposit Assistance Program	10,253	10,085
Stormwater Management Service Charge	1,332	1,423
West Dapto Home Deposits Issued	85	85
Carbon Price	6	891
<b>Total External Restrictions</b>	<b>75,768</b>	<b>75,788</b>
<b>Internal Restrictions</b>		
Property Development	3,913	3,912
Property Investment Fund	8,371	8,266
Strategic Projects	42,940	30,175
Future Projects	4,942	5,239
Sports Priority Program	442	362
Car Parking Strategy	1,322	1,124
MacCabe Park Development	1,065	991
Darcy Wentworth Park	171	170
Garbage Disposal Facility	2,320	5,915
Telecommunications Revenue	249	193
West Dapto Development Additional Rates	(264)	501
Southern Phone Natural Areas	269	366
Lake Illawarra Estuary Management Fund	296	165
<b>Total Internal Restrictions</b>	<b>66,036</b>	<b>57,379</b>