



City of
**Norwood
Payneham
& St Peters**

2010-2011 BUDGET

Statutory Schedules
(as required by Regulation 5B)

City of Norwood Payneham & St Peters
BUDGETED INCOME STATEMENT
for the year ended 30 June 2011

	Recurrent Operating 2010-2011	Carry Forwards 2010-2011	Operating Projects 2010-2011	Projected Operating Projects Carry Forwards 2010-2011	Capital Projects 2010-2011	Proposed 2010-2011	Adopted Q3 Review Budget 2009-2010	Adopted Original Budget 2009-2010	Actual 2008-2009
	\$	\$	\$	\$	\$	\$	\$	\$	\$
INCOME									
Rates	25,376,645	-	145,000	-	-	25,521,645	24,243,081	24,154,086	22,986,317
Statutory charges	1,381,550	-	-	-	-	1,381,550	1,297,000	1,388,600	1,361,088
User charges	2,669,622	-	12,300	-	-	2,681,922	2,680,387	2,533,536	2,489,485
Grants, subsidies and contributions	2,598,521	-	268,578	-	-	2,867,099	2,346,419	2,545,846	3,003,227
Investment income	176,400	-	-	-	-	176,400	167,879	200,379	253,233
Reimbursements	259,166	-	-	-	-	259,166	294,254	262,445	162,366
Other income	101,050	-	-	-	-	101,050	38,508	100,500	240,283
Net loss joint ventures & associates									19,297
Total Income	32,562,954	-	425,878	-	-	32,988,832	31,067,528	31,185,392	30,515,296
EXPENSES									
Employee costs	11,413,748	-	-	-	-	11,413,748	10,819,794	10,959,074	9,988,894
Materials, contracts & other expenses	12,550,900	192,593	985,353	(292,903)	-	13,435,943	13,764,616	12,717,537	13,967,553
Finance costs	1,130,478	-	-	-	-	1,130,478	1,033,900	1,033,900	1,079,791
Depreciation, amortisation & impairment	6,878,200	-	-	-	-	6,878,200	6,472,252	6,306,252	6,249,375
Net loss Joint Ventures & Associates	89,969	-	-	-	-	89,969	67,299	-	1,584,298
Total Expenses	32,063,295	192,593	985,353	(292,903)	-	32,948,338	32,157,861	31,016,763	32,869,911
OPERATING SURPLUS / (DEFICIT)	499,659	(192,593)	(559,475)	292,903	-	40,494	(1,090,333)	168,629	(2,354,615)
Net gain (loss) on disposal or revaluation of assets	-	-	-	-	26,000	26,000	26,500	26,500	(1,033,642)
Net gain (loss) - joint venture & associates	-	-	-	-	-	-	-	(227,479)	-
Amounts specifically for new or upgraded assets	-	-	-	-	2,523,625	2,523,625	697,810	60,000	380,550
Physical resources received free of charge	-	-	-	-	-	-	412,576	412,576	-
Non-operating items - joint ventures and associates									(4,813)
NET SURPLUS (DEFICIT)	499,659	(192,593)	(559,475)	292,903	2,549,625	2,590,119	46,553	440,226	(3,012,520)

City of Norwood Payneham & St Peters

BUDGETED BALANCE SHEET

for the year ended 30 June 2011

	Recurrent Operating 2010-2011	Carry Forwards 2010-2011	Operating Projects 2010-2011	Projected Operating Projects Carry Forwards 2010-2011	Capital Projects 2010-2011	Proposed 2010-2011	Adopted Q3 Review Budget 2009-2010	Adopted Original Budget 2009-2010	Actual 2008-2009
	\$	\$	\$	\$	\$	\$	\$	\$	\$
ASSETS									
Current Assets									
Cash and cash equivalents	11,321,989	(192,593)	(559,475)	292,903	(10,083,186)	779,638	(62,370)	(2,968,691)	6,234,913
Trade & other receivables	925,418	-	-	-	-	925,418	925,418	1,015,507	925,418
Total Current Assets	12,247,407	(192,593)	(559,475)	292,903	(10,083,186)	1,705,056	863,048	(1,953,184)	7,160,331
Non-current Assets									
Financial Assets	72,746	-	-	-	-	72,746	79,246	79,246	79,246
Equity accounted investments in Council businesses	521,304	-	-	-	-	521,304	521,304	134,024	361,124
Infrastructure, Property, Plant & Equipment	490,854,213	-	-	-	12,632,811	503,487,024	497,732,413	461,383,373	489,347,778
Other Non-current Assets	448,963	-	-	-	-	448,963	448,963	-	448,963
Total Non-current Assets	491,897,226	-	-	-	12,632,811	504,530,037	498,781,926	461,596,643	490,237,111
Total Assets	504,144,633	(192,593)	(559,475)	292,903	2,549,625	506,235,093	499,644,974	459,643,459	497,397,442
LIABILITIES									
Current Liabilities									
Trade & Other Payables	7,308,592	-	-	-	-	7,308,592	7,308,592	3,267,400	6,301,192
Borrowings	3,349,889	-	-	-	-	3,349,889	3,349,889	2,269,451	3,349,889
Short-term Provisions	1,043,124	-	-	-	-	1,043,124	1,043,124	969,188	1,043,124
Total Current Liabilities	11,701,605	-	-	-	-	11,701,605	11,701,605	6,506,039	10,694,205
Non-current Liabilities									
Trade & Other Payables								-	
Long-term Borrowings	17,405,929	-	-	-	-	17,405,929	13,405,929	14,519,971	12,439,829
Long-term Provisions	253,981	-	-	-	-	253,981	253,981	146,665	253,981
Liability - Equity accounted Council Businesses	1,732,580	-	-	-	-	1,732,580	1,732,580	-	1,505,101
Total Non-current Liabilities	19,392,490	-	-	-	-	19,392,490	15,392,490	14,666,636	14,198,911
Total Liabilities	31,094,095	-	-	-	-	31,094,095	27,094,095	21,172,675	24,893,116
NET ASSETS	473,050,538	(192,593)	(559,475)	292,903	2,549,625	475,140,998	472,550,879	438,470,784	472,504,326
EQUITY									
Accumulated Surplus	28,610,680	(192,593)	(559,475)	292,903	2,549,625	30,701,140	28,111,021	29,643,432	28,064,468
Asset Revaluation Reserve	444,439,858	-	-	-	-	444,439,858	444,439,858	404,703,888	444,439,858
Other Reserves	-	-	-	-	-	-	-	4,123,464	-
TOTAL EQUITY	473,050,538	(192,593)	(559,475)	292,903	2,549,625	475,140,998	472,550,879	438,470,784	472,504,326

City of Norwood Payneham & St Peters

BUDGETED CASH FLOW STATEMENT

for the year ended 30 June 2011

	Recurrent Operating 2010-2011	Carry Forwards 2010-2011	Operating Projects 2010-2011	Projected Operating Projects Carry Forwards 2010-2011	Capital Projects 2010-2011	Proposed 2010-2011	Adopted Q3 Review Budget 2009-2010	Adopted Original Budget 2009-2010	Actual 2008-2009
CASH FLOWS FROM OPERATING ACTIVITIES	\$	\$	\$	\$	\$	\$	\$	\$	\$
<u>Receipts</u>									
Operating receipts	32,386,554	-	425,878	-	-	32,812,432	30,899,649	30,985,013	34,785,254
Investment receipts	176,400	-	-	-	-	176,400	167,879	200,379	280,039
<u>Payments</u>									
Operating payments to suppliers & employees	(24,054,617)	(192,593)	(985,353)	292,903	-	(24,939,660)	(24,584,410)	(23,676,611)	(24,550,401)
Finance payments	-	-	-	-	-	-	-	-	(849,381)
Net Cash provided by (or used in) Operating Activities	8,508,337	(192,593)	(559,475)	292,903	-	8,049,172	6,483,118	7,508,781	9,665,511
CASH FLOWS FROM INVESTING ACTIVITIES									
<u>Receipts</u>									
Amounts specifically for new or upgraded assets	-	-	-	-	2,523,625	2,523,625	697,810	60,000	380,550
Sale of replaced assets	-	-	-	-	26,000	26,000	26,500	26,500	-
Repayments of loans by community groups	6,500	-	-	-	-	6,500	6,500	6,500	6,500
<u>Payments</u>									
Expenditure on renewal/replacement of assets	-	-	-	-	(12,375,031)	(12,375,031)	(11,525,866)	(8,612,852)	(4,224,004)
Expenditure on new/upgraded assets	-	-	-	-	(257,780)	(257,780)	(2,951,445)	(1,328,832)	(32,422)
Capital contributed to associated entities	-	-	-	-	-	-	-	-	(720,424)
Net Cash provided by (or used in) Investing Activities	6,500	-	-	-	(10,083,186)	(10,076,686)	(13,746,501)	(9,848,684)	(4,589,800)
CASH FLOWS FROM FINANCING ACTIVITIES									
<u>Receipts</u>									
Proceeds from Borrowings	4,000,000	-	-	-	-	4,000,000	2,000,000	2,000,000	-
<u>Payments</u>									
Repayments of Borrowings	(1,130,478)	-	-	-	-	(1,130,478)	(1,033,900)	(1,033,900)	(1,411,182)
Net Cash provided by (or used in) Financing Activities	2,869,522	-	-	-	-	2,869,522	966,100	966,100	(1,411,182)
Net Increase (Decrease) in cash held	11,384,359	(192,593)	(559,475)	292,903	(10,083,186)	842,008	(6,297,283)	(1,373,803)	3,664,529
Cash & cash equivalents at beginning of period	(62,370)	-	-	-	-	(62,370)	6,234,913	6,234,913	2,570,384
Cash & cash equivalents at end of period	11,321,989	(192,593)	(559,475)	292,903	(10,083,186)	779,638	(62,370)	4,861,110	6,234,913

City of Norwood Payneham & St Peters
BUDGETED UNIFORM PRESENTATION OF FINANCES
for the year ended 30 June 2011

	Recurrent Operating 2010-2011	Carry Forwards 2010-2011	Operating Projects 2010-2011	Projected Operating Projects Carry Forwards 2010-2011	Capital Projects 2010-2011	Proposed 2010-2011	Adopted Q3 Review Budget 2009-2010	Adopted Original Budget 2009-2010	Actual 2008-2009
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Operating Revenues	32,562,954	-	425,878	-	-	32,988,832	31,067,528	31,185,392	28,229,022
<i>less Operating Expenses</i>	(32,063,295)	(192,593)	(985,353)	292,903	-	(32,948,338)	(32,157,861)	(31,016,763)	(29,150,434)
Operating Surplus / (Deficit)	499,659	(192,593)	(559,475)	292,903	-	40,494	(1,090,333)	168,629	(921,412)
<i>less Net Outlays on Existing Assets</i>									
Capital Expenditure on renewal and replacement of Existing Assets	-	-	-	-	12,375,031	12,375,031	11,525,866	8,612,852	2,771,049
<i>less Depreciation, Amortisation and Impairment</i>	(6,878,200)	-	-	-	-	(6,878,200)	(6,472,252)	(6,306,252)	(5,384,355)
<i>less Proceeds from Sale of Replaced Assets</i>	-	-	-	-	(26,000)	(26,000)	(26,500)	(26,500)	(20,000)
	(6,878,200)	-	-	-	12,349,031	5,470,831	5,027,114	2,280,100	(2,633,306)
<i>less Net Outlays on New and Upgraded Assets</i>									
Capital Expenditure on New and Upgraded Assets (including investment property & real estate developments)	-	-	-	-	257,780	257,780	2,951,445	1,328,832	882,752
<i>less Amounts received specifically for New and Upgraded Assets</i>	-	-	-	-	(2,523,625)	(2,523,625)	(697,810)	(60,000)	(1,589,640)
	-	-	-	-	(2,265,845)	(2,265,845)	2,253,635	1,268,832	(706,888)
Net Lending / (Borrowing) for Financial Year	7,377,859	(192,593)	(559,475)	292,903	(10,083,186)	(3,164,492)	(8,371,082)	(3,380,303)	2,418,782

STATEMENT ON OPERATING POSITION FOR 2010-2011

The operating position measures the difference between the operating revenue and expenses for the period, and over consecutive years provides a guide as to the long term financial sustainability of a council.

The Council bases its expenditure on the demands which are place by the community, in respect to the range and standard of services, and raises income including rates to fund the provision of those services.

Through strict financial control, and the development of long term financial plans, the Council's projected income is sufficient to meet projected operating expenses. For the 2010-2011 financial year, the Council is planned to achieve an Operating Surplus of \$40,494.

KEY BUDGETED FINANCIAL RATIOS FOR 2010-2011

OPERATING SURPLUS/ (DEFICIT) RATIO

Operating Surplus ratio, measures operating surplus/ (deficit) as a percentage of rates revenue. This indicator represents the percentage by which the major controllable income source varies from the day to day operating expenditure

Financial Year	2004/05 Actual	2005/06 Actual	2006/07 Actual	2007/08 Actual	2008/09 Actual	2009/10 Forecast	2010/11 Planned
Ratio %	(12%)	(12%)	(7%)	(9%)	(11%)	(5%)	0%

ASSET SUSTAINABILITY RATIO

Asset Sustainability Ratio measures whether the Council is renewing or replacing existing physical assets (roads, footpaths, buildings etc) at the same rate the stock of assets is wearing out. The ratio is calculated by measuring capital expenditure on renewal or replacement of assets, relative to the recorded rate of depreciation of assets for the same period.

In 2010-2011, the Council has planned to spend \$10.1 million net on assets, whilst the depreciation expense associated with the stock of existing assets is \$6.9m.

The Council may accelerate or reduce asset expenditure over time to compensate for prior events, or invest in assets by spending more now so that it costs less in the future to maintain.

Financial Year	2004/05 Actual	2005/06 Actual	2006/07 Actual	2007/08 Actual	2008/09 Actual	2009/10 Forecast	2010/11 Planned
Ratio %	128%	123%	71%	51%	68%	178%	180%

NET FINANCIAL LIABILITIES RATIO

Net Financial Liabilities ratio measures the extent net financial liabilities of the Council are met by its operating revenue. Where the ratio is increasing, it indicates a greater amount of a council's operating revenues is required to service its financial obligations. The increase in the ratio is due to proposed borrowings for some of the planned capital expenditure in 2009-10.

Financial Year	2004/05 Actual	2005/06 Actual	2006/07 Actual	2007/08 Actual	2008/09 Actual	2009/10 Forecast	2010/11 Planned
Ratio %	54%	75%	76%	64%	59%	86%	92%