

**ATTACHMENTS FOR: AGENDA NO. 15/18
COUNCIL MEETING**

Meeting Date: Tuesday 27 November 2018
Location: Council Chambers, Level 1A, 1 Pope Street, Ryde
Time: 7.00pm

ATTACHMENTS FOR COUNCIL MEETING

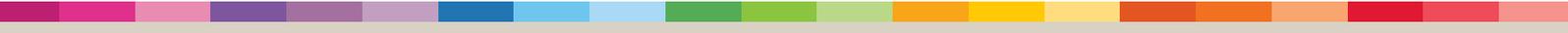
Item

**7 2017/2018 AUDITED FINANCIAL STATEMENTS - PRESENTATION
BY AUDITORS**

Attachment 1 Audited Financial Statements 2017-2018



Lifestyle and opportunity @ your doorstep

A horizontal bar composed of a series of small, colored squares in shades of pink, purple, blue, green, yellow, orange, and red.

General and Special Purpose Financial Statements

Year Ended 30 June 2018

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Council of the City of Ryde is constituted under the Local Government Act 1993 (NSW) and has its principal place of business at:

Council of the City of Ryde
Level 1, Building 0
Binary Centre
3 Richardson Place
North Ryde NSW 2113

Through the use of the internet, we have ensured that our reporting is timely, complete and available at minimum cost. All press releases, financial statements and other information are publicly available on our website: www.ryde.nsw.gov.au

STATEMENT BY COUNCILLORS AND MANAGEMENT
made pursuant to Section 413 (2c) of the Local Government Act 1993 (NSW)
(as amended)

The attached general purpose financial statements have been prepared in accordance with:

- The Local Government Act 1993 (NSW) (as amended) and the Regulations made thereunder
- The Australian Accounting Standards and professional pronouncements of the Australian Accounting Standards Board
- The Local Government Code of Accounting Practice and Financial Reporting.

To the best of our knowledge and belief, these statements:

- presents fairly the council's operating result and financial position for the year, and
- accords with council's accounting and other records

We are not aware of any matter that would render this report false or misleading in any way.

Signed in accordance with a resolution of Council made on 30 October 2018.



Councillor Jerome Laxale

Mayor

30 / 10 / 2018



Councillor Simon Zhou

Deputy Mayor

30 / 10 / 2018



George Dedes

General Manager

30 / 10 / 18



Christine Joyce

Responsible Accounting Officer

30 / 10 / 18

INCOME STATEMENT

Original unaudited Budget 2018 (\$'000)		Notes	Actual 2018 (\$'000)	Restated Actual 2017 (\$'000)
INCOME FROM CONTINUING OPERATIONS				
82,315	Rates and annual charges	3(a)	83,790	77,629
16,571	User charges and fees	3(b)	18,865	17,183
4,165	Interest and investment revenue	3(c)	6,096	5,625
9,294	Other revenues	3(d)	10,207	8,690
7,236	Grants & contributions provided for operating purposes	3(e&f)	7,244	9,064
20,414	Grants & contributions provided for capital purposes	3(e&f)	28,448	25,720
Other Income:				
-	Fair value increment on investment properties	10	1,625	2,375
139,995	TOTAL INCOME FROM CONTINUING OPERATIONS		156,275	146,286
EXPENSES FROM CONTINUING OPERATIONS				
47,641	Employee benefits and on-costs	4(a)	46,127	43,945
146	Borrowing costs	4(b)	110	139
30,621	Materials and contracts	4(c)	31,632	29,604
16,295	Depreciation and amortisation	4(d)	16,699	15,121
20,149	Other expenses	4(e)	15,244	16,877
-	Net loss from the disposal of assets	5	14,231	7,623
114,852	TOTAL EXPENSES FROM CONTINUING OPERATIONS		124,043	113,309
25,143	OPERATING RESULT FROM CONTINUING OPERATIONS		32,232	32,977
25,143	NET OPERATING RESULT FOR THE YEAR		32,232	32,977
25,143	Net operating result for the year attributable to Council		32,232	32,977
4,729	Net operating result for the year before grants and contributions provided for capital purposes		3,784	7,257

The above Income Statement should be read in conjunction with the accompanying notes.

STATEMENT OF COMPREHENSIVE INCOME

	Notes	2018 (\$'000)	Restated 2017 (\$'000)
Net operating result for the year - from Income Statement		32,232	32,977
Other comprehensive income			
Amounts which will not be reclassified subsequently to operating result			
Gain (loss) on revaluation of infrastructure, property, plant and equipment	9	<u>(12,639)</u>	<u>73,681</u>
Total other comprehensive income for the year		(12,639)	73,681
Total comprehensive income for the year		<u>19,593</u>	<u>106,658</u>
Attributable to:			
- Council		19,593	106,658

The above Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

STATEMENT OF FINANCIAL POSITION

	Notes	2018 (\$'000)	Restated 2017 (\$'000)	Restated 1/07/2016 (\$'000)
ASSETS				
Current assets				
Cash and cash equivalents	6(a)	7,539	6,823	9,464
Investments	6(b)	94,712	89,250	91,248
Receivables	7	12,228	11,125	8,835
Inventories	8	828	894	646
Other	8	2,478	2,795	3,020
Total current assets		<u>117,785</u>	<u>110,887</u>	<u>113,213</u>
Non-current assets				
Investments	6(b)	108,499	90,379	77,331
Receivables	7	79	72	936
Infrastructure, property, plant and equipment	9	1,150,015	1,152,904	1,058,929
Investment property	10	117,165	115,540	113,165
Total non-current assets		<u>1,375,758</u>	<u>1,358,895</u>	<u>1,250,361</u>
TOTAL ASSETS		<u><u>1,493,543</u></u>	<u><u>1,469,782</u></u>	<u><u>1,363,574</u></u>
LIABILITIES				
Current liabilities				
Payables	11	27,526	23,237	23,937
Income received in advance	11	1,500	1,477	964
Borrowings	11	911	891	873
Provisions	11	13,269	12,516	11,897
Total current liabilities		<u>43,206</u>	<u>38,121</u>	<u>37,671</u>
Non-current liabilities				
Borrowings	11	1,710	2,620	3,503
Provisions	11	163	170	187
Total non-current liabilities		<u>1,873</u>	<u>2,790</u>	<u>3,690</u>
TOTAL LIABILITIES		<u><u>45,079</u></u>	<u><u>40,911</u></u>	<u><u>41,361</u></u>
NET ASSETS		<u><u>1,448,464</u></u>	<u><u>1,428,871</u></u>	<u><u>1,322,213</u></u>
EQUITY				
Accumulated Surplus		1,208,491	1,176,259	1,143,282
Revaluation reserves		239,973	252,612	178,931
Council interest		1,448,464	1,428,871	1,322,213
TOTAL EQUITY		<u><u>1,448,464</u></u>	<u><u>1,428,871</u></u>	<u><u>1,322,213</u></u>

The above Statement of Financial Position should be read in conjunction with the accompanying notes.

STATEMENT OF CHANGES IN EQUITY

	2018 (\$'000)				Restated 2017 (\$'000)			
	Accumulated Surplus	IPP&E Revaluation Reserve	Council Equity Interest	Total Equity	Accumulated Surplus	IPP&E Revaluation Reserve	Council Equity Interest	Total Equity
Opening balance	1,176,259	252,612	1,428,871	1,428,871	1,196,428	125,785	1,322,213	1,322,213
Correction of errors	-	-	-	-	(53,146)	53,146	-	-
Restated opening balance	1,176,259	252,612	1,428,871	1,428,871	1,143,282	178,931	1,322,213	1,322,213
Net operating result for the year	32,232		32,232	32,232	32,977		32,977	32,977
Other comprehensive income								
Gain (loss) on revaluation of infrastructure, property, plant and equipment		(12,639)	(12,639)	(12,639)		73,681	73,681	73,681
Total comprehensive income	32,232	(12,639)	19,593	19,593	32,977	73,681	106,658	106,658
Transfers between Equity Items								
Closing balance	1,208,491	239,973	1,448,464	1,448,464	1,176,259	252,612	1,428,871	1,428,871

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes.

STATEMENT OF CASH FLOWS

Original unaudited Budget* 2018 (\$'000)		Notes	Actual 2018 (\$'000)	Actual 2017 (\$'000)
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts				
82,315	Rates & annual charges		83,376	77,400
17,914	User charges & fees		19,943	18,604
4,165	Investment revenue and interest		5,878	5,555
7,741	Grants and contributions		35,970	34,214
-	Deposits and retentions		4,331	3,346
9,705	Other		8,347	8,919
Payments				
(47,753)	Employee benefits and on-costs		(45,439)	(43,503)
(31,835)	Materials and contracts		(33,421)	(32,714)
(146)	Borrowing costs		(113)	(144)
-	Deposits and retentions		(1,782)	(3,579)
(21,828)	Other		(11,385)	(14,975)
20,279	Net cash provided from (or used) in operating activities	14(b)	65,705	53,123
CASH FLOWS FROM INVESTING ACTIVITIES				
Receipts				
89,250	Sale of investments		71,694	57,301
1,100	Sale of infrastructure, property, plant and equipment		1,633	1,325
Payments				
(89,250)	Purchase of investments		(95,178)	(68,276)
(43,376)	Purchase of property, plant and equipment		(42,248)	(45,249)
(42,276)	Net cash provided from (or used in) investing activities		(64,099)	(54,899)
CASH FLOWS FROM FINANCING ACTIVITIES				
Receipts				
350	Borrowings and advances		-	-
Payments				
(914)	Borrowings and advances repaid		(890)	(865)
(564)	Net cash provided from (or used in) financing activities		(890)	(865)
(22,561)	Net increase/(decrease) in cash & cash equivalents		716	(2,641)
6,823	Cash & cash equivalents at beginning reporting period		6,823	9,464
(15,738)	Cash & Cash Equivalents at end of Reporting Period	14(a)	7,539	6,823

* Original budget as approved by Council - Refer Note 18

The above Statement of Cash Flows should be read in conjunction with the accompanying notes.

NOTE 1 BASIS OF PREPARATION

These financial statements were authorised for issue by Council on 30/10/2018. Council has the power to amend and reissue these financial statements.

The principal accounting policies adopted in the preparation of these consolidated financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board, the Local Government Act (1993) and Regulation, and the Local Government Code of Accounting Practice and Financial Reporting. City of Ryde is a not for profit entity for the purpose of preparing the financial statements. The financial statements are presented in Australian dollars and are rounded to the nearest thousand dollars.

(i) New and amended standards adopted by Council

The following new standards and amendments were adopted during the year of which have no impact for the Council:

- AASB 2016 – 1 *Amendments to Australian Accounting Standards – Recognition of Deferred Tax Assets for Unrealised Losses*
- AASB 2016 – 2 *Disclosure Initiative - Amendment to AASB 107*
- AASB 2016 – 4 *Amendments to Australian Accounting Standards – Recoverable Amount of Non-Cash-Generating Specialised Assets of Not-For-Profit Entities*
- AASB 2017 – 2 *Amendments to Australian Accounting Standards – Further Annual Improvements 2014 – 2016 cycle*

(ii) Historical cost convention

These financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain financial assets and liabilities and certain classes of infrastructure, property, plant and equipment and investment property.

(iii) Significant accounting estimates and judgements

The preparation of financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Council's accounting policies. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that may have a financial impact on the entity and that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions

City of Ryde makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year include:

- (i) Estimated fair values of investment properties – refer Note 10
- (ii) Estimated fair values of infrastructure, property, plant and equipment – refer Note 9
- (iii) Estimated old landfill site/tip remediation provisions – refer Note 16
- (iv) Employee benefit provisions – refer Note 12

Significant judgements in applying the entity's accounting policies

- (i) Impairment of Receivables
Council has made a significant judgement about the impairment of a number of its receivables in Note 7.
- (ii) Valuation of Infrastructure assets

Council employs a number of staff who possess Tertiary qualifications in Engineering. Those staff are also responsible for estimating the cost of construction of new infrastructure works, especially for works done in-house. Using this expertise Council has revalued its infrastructure assets to the cost of replacing those assets in-house.

NOTE 1 BASIS OF PREPARATION (CONTINUED)

Those estimates are based on recent actual costs to replace infrastructure assets by Council.

The same staff are also responsible for estimating the useful lives of infrastructure assets, based on their experiences and similar assets in other Council areas.

The changes, based on these judgements, impact the amount of depreciation.

Monies and other assets received by Council

(i) The Consolidated Fund

In accordance with the provisions of Section 409(1) of the Local Government Act 1993, all money and property received by Council is held in the Council's Consolidated Fund unless it is required to be held in the Council's Trust Fund.

(ii) The Trust Fund

In accordance with the provisions of Section 411 of the Local Government Act 1993 (NSW) (as amended), a separate and distinct Trust Fund is maintained to account for all money and property received by the council in trust which must be applied only for the purposes of, or in accordance with, the trusts relating to those monies. Trust monies and property subject to Council's control have been included in these reports.

A separate statement of monies held in the Trust Fund is available for inspection at the council office by any person free of charge.

Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the taxation authority. In this case it is recognised as part of the cost of acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the taxation authority is included with other receivables or payables in the Statement of Financial Position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which that are recoverable from, or payable to the taxation authority are presented as operating cash flows.

New accounting standards and interpretations issued not yet effective

Certain new accounting standards and interpretations have been published that are not mandatory for the current reporting period.

The Council of the City of Ryde has not applied any pronouncements before their operative date in the annual reporting period beginning 1 July 2017.

Effective for annual reporting periods beginning on or after 1 January 2018

AASB 9 Financial Instruments and Associated Amending Standards

Effective for annual reporting periods on or after 1 January 2019

AASB 16 Leases

AASB 15 *Revenue from Contracts with Customers*, and associated amending standards

AASB 1058 *Income of NFP Entities*

AASB 2017 – 1 *Amendments to Australian Accounting Standards – Transfers of Investment Property 2014-2016 Cycle and Other Amendments (AASB 1, AASB 128, AASB 140)*

NOTE 1 BASIS OF PREPARATION (CONTINUED)

AASB 2018-1 Amendments to Australian Accounting Standards – Annual Improvements Cycle 2015 – 2017 Cycle

AASB 2017-7 Amendments to Australian Accounting Standards – Long-term Interests in Associates and Joint Ventures

Effective for annual reporting periods beginning on or after 1 January 2022

AASB2014-10 Sale or Contribution of Assets between an Investor and its Associate or Joint Venture. AASB2015-10 Amendments to Australian Accounting Standards – Effective Date of Amendments to AASB 10 and AASB 128.

AASB 2017-5 Amendments to Australian Accounting Standards – Effective Date of Amendments to AASB 10 and AASB 128 and Editorial Corrections

The full impact of these standards has yet to be ascertained or quantified but will be assessed during the 2018/19 financial year.

Disclaimer

Nothing contained within these statements may be taken to be an admission of any liability to any person under any circumstance.

NOTE 2(a) FUNCTIONS OR ACTIVITIES

INCOME, EXPENSES AND ASSETS HAVE BEEN DIRECTLY ATTRIBUTED TO THE FOLLOWING FUNCTIONS / ACTIVITIES DETAILS OF THESE FUNCTIONS / ACTIVITIES ARE PROVIDED IN NOTE 2(b)										
FUNCTIONS/ACTIVITIES	INCOME FROM CONTINUING OPERATIONS		EXPENSES FROM CONTINUING OPERATIONS		OPERATING RESULTS FROM CONTINUING OPERATIONS		GRANTS INCLUDED IN INCOME FROM CONTINUING OPERATIONS		TOTAL ASSETS HELD (CURRENT AND NON-CURRENT)	
	Actual 2018	Restated Actual 2017	Actual 2018	Restated Actual 2017	Actual 2018	Restated Actual 2017	Actual 2018	Restated Actual 2017	Actual 2018	Actual 2017
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Programs										
Catchment program	1,096	155	3,877	3,753	(2,781)	(3,598)			200,909	202,870
Centres and Neighbourhood program	387	2,396	3,980	3,665	(3,593)	(1,269)	364	364	10,230	10,112
Community and Cultural program	1,974	1,827	5,333	4,337	(3,359)	(2,510)	673	734	230	230
Customer and Community Relations program	13	37	2,944	3,096	(2,931)	(3,059)		3		
Economic Development program	6	9	386	340	(380)	(331)	2	5		
Environmental program	9	8	547	556	(538)	(548)				
Foreshore program	60	18	91	91	(31)	(73)	60	18		
Governance and Civic program	13	6	4,136	3,464	(4,123)	(3,458)				
Internal Corporate Services program	8,191	8,316	12,506	14,097	(4,315)	(5,781)	57	164	536,456	514,241
Land Use Planning program	24,779	15,648	1,469	1,552	23,310	14,096				
Library program	1,126	1,110	5,779	5,640	(4,653)	(4,530)	295	291	1,222	1,187
Open Space, Sport & Recreation program	7,189	12,201	17,940	16,704	(10,751)	(4,503)	80	5,095	249,903	246,770
Organisational Development program	10	39	253	286	(243)	(247)				
Paths and Cycleways program	765	229	2,182	2,266	(1,417)	(2,037)	765	228		
Property Portfolio program	2,626	2,302	5,494	6,555	(2,868)	(4,253)			117,165	115,540
Regulatory program	12,252	10,674	7,947	8,003	4,305	2,671				
Risk Management program	140	109	3,608	3,109	(3,468)	(3,000)				
Roads program	2,500	3,091	24,394	15,964	(21,894)	(12,873)	1,662	2,982	376,202	377,712
Strategic City program			296	188	(296)	(188)				
Traffic & Transport program	2,407	2,003	2,515	2,205	(108)	(202)	1,186	1,080		
Waste and Recycling program	22,761	21,809	18,366	17,438	4,395	4,371	236	217	1,226	1,120
Total Functions & Activities	88,304	81,987	124,043	113,309	(35,739)	(31,322)	5,380	11,181	1,493,543	1,469,782
General Purpose Income	67,971	64,299			67,971	64,299	2,878	3,998		
Totals	156,275	146,286	124,043	113,309	32,232	32,977	8,258	15,179	1,493,543	1,469,782

NOTE 2(b) COMPONENTS OF FUNCTIONS OR ACTIVITIES

The activities relating to the Council's functions and activities reported on in Note 2 (a) are as follows:

Catchment program

Managing, monitoring and maintaining water quality and reuse of our stormwater and natural waterways.

Centres and Neighbourhood program

Developing, delivering, maintaining and managing our public domain infrastructure, facilities and place management.

Community and Cultural program

Managing all community services, community development, community buildings and events and driving cultural development.

Customer and Community Relations program

Engaging with our community, all media and community relations, branding and marketing our city and developing and managing all our customer services.

Economic Development program

Business sector and economic development.

Environmental program

Monitoring and managing our environmental performance, developing environmental policy and making our community aware of environmental impact.

Foreshore program

Managing all aspects of our foreshore.

Governance and Civic program

Supporting our mayor and councillors; through council process and civic events; and providing guidance on governance to support other areas of council.

Internal Corporate Services program

Developing and managing our information, records and corporate knowledge; implementing information technology, communications, business, financial and HR infrastructure and services. Managing our fleet and plant; planning and developing assets; all project management and administrative support.

Land Use Planning program

Planning, delivering and managing our land and urban design and enhancing and informing on our heritage.

Library program

Delivering all our library services.

Open Space, Sport & Recreation program

Developing, delivering, maintaining and managing all our sports, recreation, outdoor, open spaces and natural areas infrastructure, services and facilities.

Organisational Development program

Addressing workforce planning, driving culture and performance, assessing process efficiency and overseeing all corporate communications.

NOTE 2(b) COMPONENTS OF FUNCTIONS OR ACTIVITIES (CONTINUED)

Paths and Cycleways program

Developing, managing and maintaining our footpaths and cycleways.

Property Portfolio program

Developing, managing and maintaining our portfolio of corporate, commercial and civic properties.

Regulatory program

Delivering all our regulatory assessments and activities, including building regulations, environmental regulations, road, parking and footpath enforcement and animal management.

Risk Management program

Managing all legal services, procurement and internal auditing, assessing and managing business continuity, risk and disaster management.

Roads program

Managing and maintaining our roads, bridges and retaining walls.

Strategic City program

Providing strategic direction and planning; and managing the reporting on our corporate performance.

Traffic & Transport program

Managing our transport, traffic and car parking; developing sustainable transport options.

Waste and Recycling program

Managing our domestic and commercial waste services, educating on and facilitating recycling and disposal services.

NOTE 3 INCOME FROM CONTINUING OPERATIONS

	2018 (\$'000)	2017 (\$'000)
(a) Rates and Annual Charges		
Ordinary rates		
Residential	30,202	28,628
Business	15,900	15,928
Environmental management levy	7,126	6,845
Less: Pensioner rebates (mandatory)	(760)	(792)
Less: Pensioner rebates (council)	(22)	(25)
Total ordinary rates	<u>52,446</u>	<u>50,584</u>
Special rates		
Macquarie park	1,378	1,347
Infrastructure special rate levy	8,692	5,157
Total special rates	<u>10,070</u>	<u>6,504</u>
Annual charges (pursuant to s.496, s.496A, s.496B, s.501 & s.611)		
Domestic waste management services	20,341	19,556
Non-rateable waste management charges	125	137
Stormwater management service charge	1,044	1,029
Section 611 charges	148	223
Less: Pensioner rebates (mandatory)	(372)	(391)
Less: Pensioner rebates (council)	(12)	(13)
Total annual charges	<u>21,274</u>	<u>20,541</u>
Total rates and annual charges	<u><u>83,790</u></u>	<u><u>77,629</u></u>

Council has used 2016 valuations provided by the NSW Valuer General in calculating its rates.

Accounting policy for rates and annual charges

Rates and annual charges are recognised as revenues when the Council obtains control over the assets comprising these receipts.

Control over assets acquired from rates and annual charges is obtained at the commencement of the rating year as it is an enforceable debt linked to the rateable property or, where earlier, upon receipt of the rates.

NOTE 3 INCOME FROM CONTINUING OPERATIONS (CONTINUED)

	2018 (\$'000)	2017 (\$'000)
(b) User charges and fees		
User charges (pursuant to s.502)		
Aquatic centre	5,656	5,850
Sports facility rental	880	709
Hall hire	478	430
Road restorations	904	767
Gutter crossings	65	81
Commercial waste service	1,348	1,303
Other	211	100
Total user charges	<u>9,542</u>	<u>9,240</u>
Fees		
Regulatory/statutory fees	3,810	3,258
s603 certificates	160	169
Discretionary		
- Parking fees	1,772	1,600
- Environmental planning	2,839	2,212
- Private works	60	147
- Home maintenance & modification	66	67
- Other	616	490
Total fees	<u>9,323</u>	<u>7,943</u>
Total user charges and fees	<u>18,865</u>	<u>17,183</u>

Accounting policy for user charges and fees

User charges and fees (including parking fees and fines) are recognised as revenue when the service has been provided, the payment is received, or when the penalty has been applied, whichever first occurs.

	2018 (\$'000)	2017 (\$'000)
(c) Interest and investment revenue		
Overdue rates & annual charges	206	197
Cash, cash equivalents and investments:		
- Externally restricted	1,979	1,922
- Internally restricted	-	-
- Unrestricted	3,888	3,484
Amortisation of discounts and premiums:		
- Investments held to maturity	23	22
Total interest and investment revenue	<u>6,096</u>	<u>5,625</u>

Accounting policy for interest and investment revenue

Interest income is recognised using the effective interest rate at the date that the interest is earned.

NOTE 3 INCOME FROM CONTINUING OPERATIONS (CONTINUED)

	2018 (\$'000)	2017 (\$'000)
(d) Other revenues		
Rental income:		
- Investment property	700	568
- Other property	2,299	1,976
Parking fines	4,095	4,026
Other fines	44	63
Ex gratia payments	232	40
Materials recycling	891	272
Lease - telecommunications	108	107
Legal fees recoveries		
- Rates	7	1
- Other	72	72
Insurance claims	1	1
Staff vehicle leases and other payments	781	674
Eastwood plaza	7	43
Sundry sales	60	59
Other	910	788
Total other revenue	<u>10,207</u>	<u>8,690</u>

Accounting policy for other revenues

Council recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the entity and specific criteria have been met for each of the Council's activities as described below. Council bases its estimates on historical results, taking into consideration the type of transaction and the specifics of each arrangement.

Revenue is measured at the fair value of the consideration received or receivable. Revenue is measured on major income categories as follows:

Other revenues (including parking fees and fines) are recognised as revenue when the service has been provided, the payment is received, or when the penalty has been applied, whichever first occurs.

Rental income is accounted for on a straight-line basis over the lease term.

Other income is recorded when the payment is due, the value of the payment is notified, or the payment is received, whichever occurs first.

Lease income from operating leases where Council is a lessor is recognised as income on a straight-line basis over the lease term.

NOTE 3 INCOME FROM CONTINUING OPERATIONS (CONTINUED)

	OPERATING		CAPITAL	
	2018 (\$'000)	2017 (\$'000)	2018 (\$'000)	2017 (\$'000)
(e) Grants				
General purpose (untied)				
Financial assistance	3,395	4,872	-	-
Pensioner rebate subsidy - rates	398	443	-	-
Total general purpose (untied)	<u>3,793</u>	<u>5,315</u>	-	-
Specific purpose				
Pensioner rebate subsidy - domestic waste	196	217	-	-
Macquarie park construction	-	-	-	5,000
Library	295	291	-	-
Home maintenance & modification	368	410	-	-
Apprentice rebate scheme	-	3	-	-
Community staff funding	271	267	-	-
Street & traffic lighting	364	364	-	-
Roads To recovery	-	-	749	1,365
Transport	-	-	1,945	1,535
Work Health & Safety incentive rebate	58	164	-	-
Local infrastructure renewal scheme subsidy	67	75	-	-
Other	144	147	8	26
Total specific purpose	<u>1,763</u>	<u>1,938</u>	<u>2,702</u>	<u>7,926</u>
Total grants	<u>5,556</u>	<u>7,253</u>	<u>2,702</u>	<u>7,926</u>
Comprising:				
- Commonwealth funding	3,690	5,163	749	-
- State funding	1,866	2,090	1,953	7,926
	<u>5,556</u>	<u>7,253</u>	<u>2,702</u>	<u>7,926</u>

NOTE 3 INCOME FROM CONTINUING OPERATIONS (CONTINUED)

	OPERATING		CAPITAL	
	2018 (\$'000)	2017 (\$'000)	2018 (\$'000)	2017 (\$'000)
(f) Contributions				
Developer contributions (s7.11)				
- Open space	-	-	17,070	10,381
- Drainage	-	-	889	444
- Traffic facilities	-	-	1,865	1,515
- Other	-	-	141	56
- Community facilities	-	-	4,731	2,778
Voluntary planning agreements (s7.4)	-	-	-	2,021
Non-cash contributions				
s7.11 affordable housing	-	-	-	300
Total developer contributions	<u>-</u>	<u>-</u>	<u>24,696</u>	<u>17,495</u>
Other Contributions				
Other councils	722	706	-	-
Community events	138	175	-	-
Community Bus Service	-	109	-	-
North Ryde Office Fitout	-	-	-	50
Other	80	7	1,048	181
RMS contributions				
- Roads & bridges	392	386	-	-
- Other	70	68	-	-
Customer/resident contributions	-	-	2	68
LSL contributions from other councils	142	100	-	-
DWM better waste and recycling fund	144	260	-	-
Total other contributions	<u>1,688</u>	<u>1,811</u>	<u>1,050</u>	<u>299</u>
Total contributions	<u>1,688</u>	<u>1,811</u>	<u>25,746</u>	<u>17,794</u>
Total Grants & Contributions (e) & (f)	<u>7,244</u>	<u>9,064</u>	<u>28,448</u>	<u>25,720</u>

Accounting policy for grants and contributions

Grants and contributions (including developer contributions) are recognised as revenues when the Council obtains control over the assets comprising these receipts. Developer contributions may only be expended for the purposes for which the contributions were required but the Council may apply contributions according to the priorities established in work schedules.

Control over granted assets/contributed assets is normally obtained upon their receipt (or acquittal) or upon earlier notification that a grant has been secured, and is valued at their fair value at the date of transfer.

Where grants or contributions recognised as revenues during the financial year were obtained on condition that they be expended in a particular manner or used over a particular period and those conditions were undischarged at balance date, the unused grant or contribution is disclosed in Note 3(g). The note also discloses the amount of unused grant or contribution from prior years that was expended on Council's operations during the current year.

A liability is recognised in respect of revenue that is reciprocal in nature to the extent that the requisite service has not been provided at balance date.

NOTE 3 INCOME FROM CONTINUING OPERATIONS (CONTINUED)

	2018 (\$'000)	2017 (\$'000)
(g) Unspent grants and contributions		
Certain grants and contributions are obtained by Council on the condition that they be spent in a specified manner:		
Operating Grants		
Operating grants recognised in the current reporting period which have not been spent	440	511
Operating grants recognised in previous reporting periods which have been spent in the current reporting period	(234)	(314)
Capital Grants		
Capital grants recognised in the current reporting period which have not been spent	11	4,862
Capital grants recognised in previous reporting periods which have been spent in the current reporting period	(2,380)	(484)
Contributions		
Contributions recognised in the current reporting period which have not been spent	26,675	19,117
Contributions recognised in previous reporting periods which have been spent in the current reporting period	(16,430)	(16,609)

NOTE 4 EXPENSES FROM CONTINUING OPERATIONS

	2018 (\$'000)	2017 (\$'000)
(a) Employee Benefits & On Costs		
Salaries and wages	36,210	32,851
Employee leave entitlements	9,668	8,721
Superannuation	4,700	4,307
Workers' compensation insurance	576	1,603
Fringe benefits tax (FBT)	177	172
Training costs (excluding salaries)	322	382
Other	535	511
Less: capitalised costs	<u>(6,061)</u>	<u>(4,602)</u>
Total employee costs expensed	<u>46,127</u>	<u>43,945</u>

Accounting policy for employee benefits & on-costs

Employee benefit expenses are recorded when the service has been provided by the employee.

Retirement benefit obligations

All employees of the Council are entitled to benefits on retirement, disability or death. Council contributes to various defined benefit plans and defined contribution plans on behalf of its employees.

Defined Benefit Superannuation Plans

A liability or asset in respect of defined benefit superannuation plans would ordinarily be recognised in the Statement of Financial Position, and measured as the present value of the defined benefit obligation at the reporting date plus unrecognised actuarial gains (less unrecognised actuarial losses) less the fair value of the superannuation fund's assets at that date and any unrecognised past service cost.

The present value of the defined benefit obligation is based on expected future payments that arise from membership of the fund to the reporting date, calculated annually by independent actuaries using the projected unit credit method.

Consideration is given to expected future wage and salary levels, experience of employee departures, and periods of service. Council participates in a defined benefit plan under the Local Government Superannuation Scheme, however, sufficient information to account for the plan as a defined benefit is not available and therefore council accounts for its obligations to defined benefit plans on the same basis as its obligations to defined contribution plans, i.e. as an expense when it becomes payable. Further disclosures are in Contingencies and other liabilities/assets note recognised.

Defined Contribution Superannuation Plans

Contributions to defined contribution plans are recognised as an expense as they become payable. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in the future payments is available.

NOTE 4 EXPENSES FROM CONTINUING OPERATIONS (CONTINUED)

(b) Borrowing costs	2018 (\$'000)	2017 (\$'000)
Interest on loans	110	139
Total borrowing costs expensed	110	139

Accounting policy for borrowing costs

Borrowing costs incurred for the construction of any qualifying asset are capitalised during the period of time that is required to complete and prepare the asset for its intended use. Other borrowing costs are expensed.

NOTE 4 EXPENSES FROM CONTINUING OPERATIONS (CONTINUED)

	2018	2017
	(\$'000)	(\$'000)
(c) Materials and Contracts		
Raw materials and consumables	1,846	1,398
Contractor Costs		
- Roads and Footpaths Maintenance	1,754	1,921
- Parks Maintenance	1,747	1,602
- Waste Disposal, Collection and Recycling	13,506	11,476
- Construction Recycling	710	162
- Building Cleaning & Maintenance	913	886
- Temporary and Agency Staff	3,113	2,986
- Repairs and Maintenance	432	676
- Electrical	922	727
- Events	451	343
- Labour Hire	263	348
- Security	338	316
- Project Design & Construction	13	330
- Parking Meter	140	290
- Plant Hire External	74	50
Other Contractor Costs	2,844	2,529
Consultancy Costs		
- Town Planning	874	1,166
- Ryde Civic Hub Design Competition	-	516
- Project Development Design	78	258
- Property	37	109
- Risk Management	342	195
Other Consultancy Costs	1,010	1,011
Remuneration of auditors	96	75
Legal Fees:		
- Planning & Development	163	14
- Other	771	544
Infringement Notice Contract (SEINS)	497	567
Other		
- IT Licenses	1,039	1,116
Less: capitalised costs	(2,341)	(2,007)
Total Materials & Contracts	31,632	29,604

	2018	2017
	(\$'000)	(\$'000)
Auditor's Remuneration		
Auditors of the City of Ryde: NSW Auditor-General		
(i) Audit and other assurance services		
Audit and review of financial statements	96	75
Other assurance services	-	-
Total remuneration for audit and other assurance services	96	75
Total Fees paid to or payable to the Auditor General	96	75

NOTE 4 EXPENSES FROM CONTINUING OPERATIONS (CONTINUED)

(d) Depreciation, Amortisation and Impairment	2018 (\$'000)	2017 (\$'000)
Depreciation and Amortisation		
Plant and equipment	2,230	2,249
Office Equipment	710	863
Furniture & fittings	76	220
Land improvements (depreciable)	517	517
Buildings - specialised	888	650
- non-specialised	1,704	958
Infrastructure:		
- Roads, Bridges and Footpaths, Other Road Assets	7,000	6,381
- Stormwater Drainage	1,821	1,689
- Open space/recreational assets	1,219	953
- Other Structures	161	353
Other Assets:		
- Library Books	444	378
Total Depreciation Costs	<u>16,770</u>	<u>15,211</u>
Less: Capitalised Costs	<u>(71)</u>	<u>(90)</u>
Total Depreciation, Amortisation and Impairment	<u>16,699</u>	<u>15,121</u>

NOTE 4 EXPENSES FROM CONTINUING OPERATIONS (CONTINUED)

Accounting policy for depreciation, amortisation and impairment expenses

Depreciation and amortisation

Council has transitioned from a consumption-based depreciation methodology to a straight-line depreciation methodology in the current financial period. Consistent with Australian Accounting Standards, Council has treated the transition prospectively (i.e. only changed depreciation in the current year). The change in depreciation method resulted in an increase in depreciation expense for the current year of \$692k. Useful lives are included in Note 9 for IPPE assets.

Impairment of non-financial assets

Intangible assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment or more frequently if events or changes in circumstances indicate that they might be impaired. Other assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use.

For the purpose of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or groups of assets (cash-generating units). Non-financial assets that suffered impairment are reviewed for possible reversal of the impairment at each reporting date.

Impairment of financial assets

Council assesses at the end of each reporting period whether there is objective evidence that a financial asset or group of financial assets is impaired.

Council's assessment has indicated there is nothing requiring an impairment adjustment.

NOTE 4 EXPENSES FROM CONTINUING OPERATIONS (CONTINUED)

(e) Other Expenses	2018	2017
	(\$'000)	(\$'000)
Fair value adjustments on assets	-	1,056
Bad & doubtful debts	6	1
Mayoral fee	68	61
Councillors' fees	296	255
Councillors' (incl. Mayor) expenses	89	45
Election costs (excl. employee costs)	473	-
Insurance	1,265	1,135
Street lighting	1,835	1,881
Communications costs	265	187
Contribution to fire control	1,653	1,598
Contribution to Dept of Planning	280	263
Contributions & donations - community grants	671	978
Waste development tax	2,397	4,153
Membership fees	165	78
Valuation fees	168	173
Electricity & heating	1,254	1,134
Water rates	448	388
Bank fees & charges	272	224
Property lease costs	2,259	2,219
Postage & courier costs	418	376
Advertising	454	408
Other expenses	513	272
Less: capitalised costs	(5)	(8)
Total other expenses from continuing operations	<u>15,244</u>	<u>16,877</u>

Accounting policy for Other Expenses

Other expenses are recorded on an accruals basis as the council receives the goods or services.

NOTE 5 GAIN OR LOSS FROM THE DISPOSAL OF ASSETS

	Notes	2018 (\$'000)	Restated 2017 (\$'000)
Gain (or loss) on disposal of community land	9		
Proceeds from disposal		259 ⁽¹⁾	-
Less: Carrying amount of assets sold		-	-
Gain (or loss) on disposal		<u>259</u>	<u>-</u>
Gain (or loss) on disposal of plant & equipment	9		
Proceeds from disposal		1,374	1,325
Less: Carrying amount of assets sold		(978)	(793)
Gain (or loss) on disposal		<u>396</u>	<u>532</u>
Gain (or loss) on disposal of office equipment	9		
Proceeds from disposal		-	-
Less: Carrying amount of assets sold		(15)	-
Gain (or loss) on disposal		<u>(15)</u>	<u>-</u>
Gain (or loss) on disposal of other structures - parks	9		
Proceeds from disposal		-	-
Less: Carrying amount of assets disposed		-	(1,388)
Gain (or loss) on disposal		<u>-</u>	<u>(1,388)</u>
Gain (or loss) on disposal of RBF -roads, bridges & footpaths	9		
Proceeds from disposal		-	-
Less: Carrying amount of assets disposed		(14,848)	(6,603)
Gain (or loss) on disposal		<u>(14,848)</u>	<u>(6,603)</u>
Gain (or loss) on disposal of works in progress	9		
Proceeds from disposal		-	-
Less: Carrying value of Works in Progress		(99)	(217)
Gain (or loss) on disposal		<u>(99)</u>	<u>(217)</u>
Gain (or loss) on disposal of financial assets	6		
Proceeds from disposal ⁽²⁾		10,056	8,053
Less: Carrying value of financial assets ⁽³⁾		(9,980)	(8,000)
Gain (or loss) on disposal		<u>76</u>	<u>53</u>
NET GAIN (OR LOSS) ON DISPOSAL OF ASSETS		<u>(14,231)</u>	<u>(7,623)</u>

(1) This includes the sale of land under roads, which is Community Land.

(2) This does not include investments that are rolled over, in full, with the same authorised deposit-taking institution.

Gross amount including rolled over investments:

Proceeds from disposal (Statement of cashflows)

Less: Carrying value of financial assets

Gain (or loss) on disposal

Notes

CF 71,694

6 (71,618)

76

57,301

(57,248)

53

(3) This includes the settlement from legal action.

Accounting policy for disposal of assets

The profit or loss on sale of an asset is determined when control of the asset has irrevocably passed to the buyer and the asset is derecognised.

NOTE 6(a) CASH AND CASH EQUIVALENTS

Notes	2018 (\$'000)	2017 (\$'000)
Cash at bank and on hand	809	450
Deposits at call ⁽¹⁾	6,730	6,373
	7,539	6,823

⁽¹⁾ Includes term deposits with a term of less than 3 months

Accounting policy for cash and cash equivalents

For Statement of Cash Flow presentation purposes, cash and cash equivalents includes cash on hand; deposits held at call with financial institutions; other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value; and bank overdrafts.

Bank overdrafts are shown within borrowings in current liabilities on the Statement of Financial Position.

NOTE 6(b) INVESTMENTS

The following financial assets are held as investments:

	2018		2017	
	<u>Current</u> (\$'000)	<u>Non-Current</u> (\$'000)	<u>Current</u> (\$'000)	<u>Non-Current</u> (\$'000)
Held to Maturity Investments	94,712	108,499	89,250	90,379
Total	94,712	108,499	89,250	90,379
Held to Maturity Investments				
Comprising of:				
- FRNs	8,600	42,337	7,000	41,414
- Fixed Bonds	-	24,162	-	10,965
- Term Deposits ⁽²⁾	86,112	42,000	82,250	38,000
TOTAL	94,712	108,499	89,250	90,379

⁽²⁾ Does not include term deposits with a term of less than 3 months

NOTE 6(b) INVESTMENTS (CONTINUED)**Investments and other financial assets****Classification**

Council classifies its financial assets in the following categories: financial assets at fair value through profit or loss, held-to-maturity investments, and available-for-sale financial assets. The classification depends on the purpose for which the investments were acquired. Management determines the classification of its investments at initial recognition and, in the case of assets classified as held to maturity, re-evaluates this designation at each reporting date.

(i) Financial assets at fair value through profit or loss

Financial assets at fair value through profit or loss are financial assets held for trading. A financial asset is classified in this category if acquired principally for the purpose of selling in the short-term. Assets in this category are classified as current assets.

(ii) Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturities that Council's management has the positive intention and ability to hold to maturity. If Council were to sell other than an insignificant amount of held-to-maturity financial assets, the whole category would be tainted and reclassified as available-for-sale.

Held-to-maturity financial assets are included in non-current assets, except for those with maturities less than 12 months from the reporting date, that are classified as current assets.

(iii) Available-for-sale financial assets

Available-for-sale financial assets are non-derivatives that are either designated in this category or not classified in any of the other categories. They are included in non-current assets unless management intends to dispose of the investment within 12 months of the reporting date.

Investments are designated as available-for-sale if they do not have fixed maturities and fixed or determinable payments and management intends to hold them for the medium to long term.

Recognition and de-recognition

Regular purchases and sales of financial assets are recognised on trade-date: the date on which Council commits to purchase or sell the asset.

Investments are initially recognised at fair value plus transaction costs for all financial assets not carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognised at fair value and transaction costs are expensed in the income statement.

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and Council has transferred substantially all the risks and rewards of ownership.

When securities classified as available-for-sale are sold, the accumulated fair value adjustments recognised in equity are included in the income statement as gains and losses from investment securities.

NOTE 6(b) INVESTMENTS (CONTINUED)

Investments and other financial assets (continued)

Investment Policy

Council has an approved investment policy complying with Section 625 of the Local Government Act 1993 (NSW) and Clause 212 of the Local Government (General) Regulation 2005 (NSW).

Investments are placed and managed in accordance with that policy and having particular regard to authorised investments prescribed under the Ministerial Local Government Investment Order. Council maintains an investment policy that complies with the Act and ensures that it, or its representatives, exercise the care, diligence and skill that a prudent person would exercise in investing Council funds.

Council amended its policy following revisions to the Ministerial Local Government Investment Order (the Order) arising from the Cole Inquiry recommendations. Certain investments the Council holds are no longer prescribed; however, they have been retained under grandfathering provisions of the Order. These will be disposed of when most financially advantageous to Council.

Fair value estimation – financial instruments

The fair value of financial assets and financial liabilities must be estimated for recognition and measurement or for disclosure purposes.

The fair value of financial instruments traded in active markets is based on quoted market prices at the reporting date.

The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. Council uses a variety of methods and makes assumptions that are based on market conditions existing at each reporting date. Other techniques, such as estimated discounted cash flows, are used to determine fair value for the remaining financial instruments.

The nominal value less estimated credit adjustments of trade receivables and payables are assumed to approximate their fair values. The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the Council for similar financial instruments.

Impairment of available-for-sale investments

In the case of equity investments classified as available-for-sale, a significant or prolonged decline in the fair value of the security below its cost is considered an indicator that the assets are impaired.

NOTE 6(c) RESTRICTED CASH, CASH EQUIVALENTS AND INVESTMENTS

	2018		2017	
	<u>Current</u>	<u>Non-Current</u>	<u>Current</u>	<u>Non-Current</u>
	(\$'000)	(\$'000)	(\$'000)	(\$'000)
Total cash, cash equivalents and investments	102,251	108,499	96,073	90,379
External restrictions (refer below)	44,173	67,930	37,779	62,735
Internal restrictions (refer below)	54,575	40,569	55,752	27,644
Unrestricted	3,503	-	2,542	-
Total	102,251	108,499	96,073	90,379

DETAILS OF RESTRICTIONS

	<u>Opening Balance</u> 30 June 2017	<u>Transfers To</u> Restriction	<u>Transfers From</u> Restriction	<u>Closing Balance</u> 30 June 2018
	\$'000	\$'000	\$'000	\$'000
<u>External restrictions</u>				
Developer contributions (A)	76,402	26,675	(16,430)	86,647
Specific purpose unexpended grants (B)	11,203	451	(2,614)	9,040
Domestic waste management	9,328	20,215	(17,460)	12,083
Stormwater management	1,174	1,047	(996)	1,225
Affordable housing contribution	139	-	-	139
Local Infrastructure Renewal Scheme (LIRS)	271	-	(271)	-
Macquarie Park special rate	1,307	1,389	(701)	1,995
Infrastructure special rate reserve	690	8,690	(8,406)	974
Total external restrictions	100,514	58,467	(46,878)	112,103
Total restricted grants and contributions (A + B only)	87,605	27,126	(19,044)	95,687

**NOTE 6(c) RESTRICTED CASH, CASH EQUIVALENTS AND INVESTMENTS
(CONTINUED)**

	Opening Balance 30 June 2017 \$'000	Transfers To Restriction \$'000	Transfers From Restriction \$'000	Closing Balance 30 June 2018 \$'000
<u>Internal restrictions</u>				
Plant replacement reserve	3,417	2,233	(2,350)	3,300
Employee leave entitlements	3,822	2,443	(1,513)	4,752
Incomplete/carry over works and projects	169	50	(169)	50
Refundable deposits	12,839	2,695	-	15,534
Asset replacement reserve	18,940	7,046	(6,829)	19,157
Ryde Aquatic Leisure Centre	1,207	4,237	(4,148)	1,296
Investment property reserve	20,033	2,107	(575)	21,565
Accommodation reserve	13,477	-	(2,293)	11,184
Merger & transition reserve	4,156	-	(3,857)	299
Civic Centre precinct redevelopment reserve	898	12,192	(325)	12,765
Council Election Reserve	660	150	(693)	117
Insurance fluctuation reserve	809	-	(159)	650
Risk rebate reserve	111	-	(111)	-
Workers Compensation	-	500	-	500
Other	2,858	3,199	(2,082)	3,975
Total internal restrictions	83,396	36,852	(25,104)	95,144
Total restrictions	183,910	95,319	(71,982)	207,247

NOTE 7 RECEIVABLES

<u>Purpose</u>	2018		2017	
	<u>Current</u> (\$'000)	<u>Non-Current</u> (\$'000)	<u>Current</u> (\$'000)	<u>Non-Current</u> (\$'000)
Rates and annual charges	3,010	52	2,603	45
Rates interest & extra charges	311	5	264	5
User charges & fees				
Environmental & health	704	-	558	-
Restorations	155	-	190	-
Recreational facilities	199	-	258	-
Property & infrastructure works	299	-	108	-
Advertising	122	-	-	-
Home modification service	22	-	22	-
Ryde Aquatic Leisure Centre	94	-	30	-
Interest on investments	1,936	-	1,741	-
Contributions to works	6	-	11	-
Government grants & subsidies	2,447	-	2,094	-
Commercial waste	569	-	568	-
GST	1,857	-	1,929	-
Asset sales	138	-	203	-
Workers compensation	19	-	19	-
Fines	391	-	314	-
Other	402	22	665	22
Total ⁽¹⁾	12,681	79	11,577	72
Less: <u>provision for impairment</u>				
- User charges and fees	453	-	452	-
	12,228	79	11,125	72
<u>Restricted/unrestricted receivables (included above)</u>				
Unrestricted receivables	12,228	79	11,125	72
Total Receivables	12,228	79	11,125	72

⁽¹⁾ Total refers to Note 17

Notes on the above Debtors:

Rates and annual charges are secured by underlying properties.

User fees and charges are unsecured. A provision for impairment (doubtful debts) has already been provided.

NOTE 7 RECEIVABLES (CONTINUED)

Accounting Policy for receivables

Recognition and measurement

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets, except for those with maturities greater than 12 months after the reporting date which that are classified as non-current assets.

Loans and receivables are included in other receivables (Note 8) and receivables (Note 7) in the Statement of Financial Position.

Receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment. Receivables are generally due for settlement within 30 days.

Cash flows relating to short-term receivables are not discounted if the effect of discounting is immaterial.

Impairment

(i) Assets carried at amortised cost

For loans and receivables the amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows (excluding future credit losses that have not been incurred) discounted at the financial asset's original effective interest rate. The carrying amount of the asset is reduced and the amount of the loss is recognised in profit or loss.

Collectability of receivables is reviewed on an on-going basis. Debts that are known to be uncollectible are written off by reducing the carrying amount directly. An allowance account (provision for impairment of receivables) is used when there is objective evidence that Council will not be able to collect all amounts due according to the original terms of the receivables.

Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy or financial reorganisation, and default or delinquency in payments (more than 30 days overdue) are considered indicators that the receivable is impaired. When a receivable for which an impairment allowance had been recognised becomes uncollectible in a subsequent period it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against other expenses in the Income Statement.

NOTE 8 INVENTORIES AND OTHER ASSETS

	2018		2017	
	<u>Current</u> (\$'000)	<u>Non-Current</u> (\$'000)	<u>Current</u> (\$'000)	<u>Non-Current</u> (\$'000)
(a) Inventories				
Stores and materials	828	-	894	-
Total inventories	828	-	894	-
(b) Inventories not expected to be realised within the next 12 months⁽¹⁾	539	-	379	-
(c) Other Assets				
Prepayments	949	-	1,370	-
Prepayments - salaries and wages	789	-	800	-
Prepayments - waste alliance	740	-	625	-
Total other assets	2,478	-	2,795	-

EXTERNALLY RESTRICTED INVENTORIES AND OTHER ASSETS

NIL

⁽¹⁾ This represents a stockpile of material that is held at Porters Creek, made from recycled building materials and it will take more than 12 months for this to be used.

Accounting policy for inventories and other assets

Raw materials and stores, work in progress and finished goods

Raw materials and stores, work in progress and finished goods are stated at the lower of cost and net realisable value.

Cost comprises direct materials, direct labour, and an appropriate proportion of variable and fixed overhead expenditure, the latter being allocated on the basis of normal operating capacity. Costs are assigned to individual items of inventory on basis of weighted average costs. Costs of purchased inventory are determined after deducting rebates and discounts.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

Inventory held for distribution

Inventory held for distribution is held at cost, adjusted where applicable for any loss of service potential.

NOTE 9 INFRASTRUCTURE, PROPERTY, PLANT AND EQUIPMENT

\$000's	At 30 June 2017			MOVEMENTS DURING THE YEAR							At 30 June 2018		
	Gross Carrying Amount	Accumulated Depreciation & Impairment	Net Carrying Amount	Renewals	New Assets	Transfers From WIP	Carrying Value of Disposals	Depreciation & Impairment	Asset Revaluation		Gross Carrying Amount	Accumulated Depreciation & Impairment	Net Carrying Amount
									Gross Book Value	Accumulated Depreciation & Impairment			
ASSET CLASS													
Plant and Equipment	27,430	16,879	10,551	76	3,428	18	(978)	(2,230)	-	-	28,312	17,447	10,865
Office Equipment	9,168	7,725	1,443	603	173	450	(15)	(710)	-	579	10,314	7,791	2,523
Furniture and Fittings	4,459	3,811	648	27	153	102	-	(76)	-	5	4,741	3,882	859
Leased Plant & Equipment	163	163	-	-	-	-	-	-	-	-	163	163	-
Land													
- Operational Land	220,018	-	220,018	-	-	-	-	-	-	-	220,018	-	220,018
- Community Land	142,287	-	142,287	-	-	-	-	-	-	-	142,287	-	142,287
- Land Improvements (non-depr'n)	9,073	-	9,073	53	142	26	-	-	-	-	9,294	-	9,294
- Land Improvements (depr'n)	14,521	13,431	1,090	157	104	359	-	(517)	-	-	15,141	13,948	1,193
- Land Under Roads	1,155	-	1,155	-	-	-	-	-	-	-	1,155	-	1,155
Buildings													
- Non-specialised	125,934	71,893	54,041	290	143	5,822	-	(1,704)	(6,255)	-	125,934	73,597	52,337
Other Structures													
- Carparks	11,590	1,479	10,111	420	-	-	-	(97)	(196)	(7)	11,814	1,583	10,231
- Foreshore Assets	5,333	1,102	4,231	-	-	411	-	(62)	(410)	(11)	5,333	1,174	4,159
- Road Ancillary	11,516	3,473	8,043	319	1,232	1,824	-	(272)	(2,915)	67	11,976	3,678	8,298
- Other	253	2	251	-	-	7	-	(2)	-	-	260	4	256
Infrastructure													
- Roads, Bridges and Footpaths													
- Road Pavement	301,237	78,856	222,381	8,236	-	998	(4,956)	(5,312)	-	-	301,237	79,890	221,347
- Road Ancillaries	7,072	3,707	3,365	180	311	303	(724)	(141)	-	-	7,157	3,863	3,294
- Bridges	4,129	1,679	2,450	134	-	69	(203)	(45)	-	-	4,129	1,724	2,405
- Footpaths and Cycleways	62,009	10,510	51,499	1,981	806	4,442	(6,705)	(545)	-	-	62,479	11,001	51,478
- Kerb & Guttering	102,792	13,973	88,819	1,775	-	576	(2,260)	(685)	-	-	102,816	14,591	88,225
- Stormwater Drainage	266,535	63,707	202,828	2,763	1	1,910	-	(1,821)	(4,459)	(360)	266,750	65,888	200,862
- Aquatic Leisure Centre	53,168	13,292	39,876	135	-	117	-	(888)	(252)	-	53,168	14,180	38,988
- Other Open Space/Recreational assets	65,293	10,857	54,436	665	346	2,224	-	(1,219)	814	761	69,342	11,315	58,027
Other Assets													
- Heritage Collections	229	-	229	-	-	-	-	-	-	-	229	-	229
- Library Books	3,252	2,067	1,185	480	-	-	-	(444)	-	-	3,285	2,064	1,221
Capital Works in Progress	22,894	-	22,894	7,221	10,106	(19,658)	(99)	-	-	-	20,464	-	20,464
TOTALS	1,471,510	318,606	1,152,904	25,515	16,945	-	(15,940)	(16,770)	(13,673)	1,034	1,477,798	327,783	1,150,015

NOTE 9 INFRASTRUCTURE, PROPERTY, PLANT AND EQUIPMENT (CONTINUED)

Council's assets have been progressively revalued to fair value in accordance with a staged implementation advised by the Office of Local Government. At balance date the following classes of IPPE were stated at their fair value:

- Operational land (External Valuation).
- Buildings – Specialised/Non Specialised (External Valuation).
- Plant and equipment (as approximated by depreciated historical cost).
- Road assets – roads, bridges and footpaths (Internal Valuation).
- Drainage assets – (Internal Valuation).
- Bulk earthworks – (Internal Valuation).
- Community land – (Valuer General).
- Land Improvements (as approximated by depreciated historical cost).
- Other structures (as approximated by depreciated historical cost).
- Other assets (as approximated by depreciated historical cost).

Depreciation is no longer a representation of the inter-generational funding that is required for asset renewal, this funding model is represented by straight line depreciation over the useful life to the intervention point, being the end of Condition 4.

The following table sets out the range of useful lives and depreciation within each condition rating by asset category.

Asset Category	Useful Life (years)	Depreciation Rate
Drainage assets	40 - 200	0.50% - 2.50%
Land Improvements	25 - 25	4.00% - 4.00%
Other assets	20 - 50	2.00% - 8.33%
Other structures	20 - 150	0.67% - 5.00%
Road assets – roads, bridges and footpaths	15 - 200	0.50% - 6.67%
Plant & Equipment	5 - 50	2.00% - 20.00%
Buildings - Specialised/Non Specialised	5 - 99	0.50% - 1.50%

Operational land was last valued as at 31 May 2017 and Community Land has been valued using the Valuer General rates with a base date of 1/7/2016.

For all other assets, Council assesses at each reporting date whether there is any indication that a revalued asset's carrying amount may differ materially from that which would be determined if the asset were revalued at the reporting date. If any such indication exists, Council determines the asset's fair value and will revalue the asset to that amount. Full revaluations are undertaken for all assets on a 5 year cycle.

Increases in the carrying amounts arising on revaluation are credited to the asset revaluation reserve. To the extent that the increase reverses a decrease previously recognising profit or loss, the increase is first recognised in profit or loss. Decreases that reverse previous increases of the same asset are first charged against revaluation reserves directly in equity to the extent of the remaining reserve attributable to the asset; all other decreases are charged to the income statement.

NOTE 9 INFRASTRUCTURE, PROPERTY, PLANT AND EQUIPMENT (CONTINUED)

Accounting policy for infrastructure, property, plant and equipment (con't)

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to Council and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each reporting date. In determining the useful lives and unit rates for each asset type, an evidence based approach has been taken. For most assets, there is no ready "tradeable" market, and councils are the major if not only provider of such assets (e.g. local roads and their drainage). In-house technical expertise is available and is used. The major exceptions are land and buildings, which are valued externally.

Where a condition review of assets discloses an error in the quantity of the asset, this will be adjusted as a prior period adjustment only if material.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in the income statement.

Land under roads

Land under roads is land under roadways and road reserves including land under footpaths, nature strips and median strips.

Council has elected not to recognise land under roads acquired before 1 July 2008 in accordance with AASB1051 Land Under Roads.

Crown reserves

Crown Reserves under Council's care and control are recognised as assets of the Council. While ownership of the reserves remains with the Crown, Council retains operational control of the reserves and is responsible for their maintenance and use in accordance with the specific purposes to which the reserves are dedicated.

Improvements on Crown Reserves are also recorded as assets, while maintenance costs incurred by Council and revenues relating to the reserves are recognised within Council's Income Statement.

Rural Fire Service assets

Under Section 119 of the Rural Fire Services Act 1997 (NSW), 'all firefighting equipment purchased or constructed wholly or from money to the credit of the Fund is to be vested in the council of the area for or on behalf of which the firefighting equipment has been purchased or constructed'.

Councils has no control of any Rural Fire Services assets.

NOTE 10 INVESTMENT PROPERTIES

	2018	2017
	(\$'000)	(\$'000)
At fair value		
Opening balance at July 1 2017	115,540	113,165
Net gain (loss) from fair value adjustment	<u>1,625</u>	<u>2,375</u>
Closing balance at 30 June 2018	<u>117,165</u>	<u>115,540</u>
(a) Amounts recognised in profit and loss for investment property		
Rental income	700	568
Net gain (loss) from fair value adjustment	1,625	2,375
Direct operating expenses from property that generated rental income	<u>(399)</u>	<u>(282)</u>
Total	<u>1,926</u>	<u>2,661</u>

(b) Leasing arrangements - Council as lessor

The investment properties are leased to tenants under long term operating leases with rentals payable monthly. Minimum lease payments receivable on leases of investment properties are as follows.

Minimum lease payments under non-cancellable operating leases of investment properties not recognised in the financial statements are receivable as follows:

- Not later than one year	312	421
- Later than one year and not later than 5 years	951	951
- Later than 5 years	<u>308</u>	<u>195</u>
Total	<u>1,571</u>	<u>1,567</u>

Accounting policy for Investment property

Investment property, principally comprising freehold buildings, car parks and blocks of units, are held for development to generate long-term rental yields and are not occupied by the Council.

Investment property is carried at fair value, which is based on active market prices, adjusted, if necessary, for any difference in the nature, location or condition of the specific asset. If this information is not available, Council uses alternative valuation methods such as recent prices in less active markets, or discounted cash flow projections. Changes in fair values are recorded in the income statement as part of other income.

Properties that are under construction for future use as investment properties are regarded as investment properties. These are also carried at fair value unless the fair value cannot yet be reliably determined. Where that is the case, the property will be accounted for at cost until either the fair value becomes reliably determinable or construction is complete

NOTE 11 PAYABLES AND BORROWINGS

	2018		2017	
	Current (\$'000)	Non-Current (\$'000)	Current (\$'000)	Non-Current (\$'000)
Payables				
Goods and services	9,067	-	7,569	-
Accrued expenses	2,661	-	2,636	-
Interest expenses	19	-	22	-
Deposits and retentions	15,533	-	12,840	-
Deferred lease expense	220	-	155	-
Other	26	-	15	-
Total payables	27,526	-	23,237	-
Income received in advance				
Payments received in advance	788	-	922	-
Payments received in advance - rates	712	-	555	-
	1,500	-	1,477	-
Borrowings				
Loans - secured ⁽¹⁾	911	1,710	891	2,620
Total borrowings	911	1,710	891	2,620
(a) Restricted and Unrestricted liabilities				
Liabilities relating to unrestricted assets	29,937	1,710	25,605	2,620
Total	29,937	1,710	25,605	2,620
(b) Current payables not expected to be settled within the next 12 months				
	12,426	-	10,272	-

(c) Changes in liabilities arising from financial activities

Total Liabilities from financing activities	2017 (\$'000)	Cash Flows (\$'000)	Non Cash Changes			2018 (\$'000)
			Acquisition (\$'000)	Fair Value Changes (\$'000)	Other Non-Cash Investment (\$'000)	
LOANS -secured						
Financial Institutions	3,511	(890)				2,621
Total	3,511	(890)				2,621

⁽¹⁾ Loans are secured by the rating income of Council.

NOTE 11 PAYABLES AND BORROWINGS (CONTINUED)

	2018 (\$'000)	2017 (\$'000)
(d) Financing Arrangements		
Total facilities		
The amount of total financing facilities available to councils at the reporting date is:		
Corporate credit cards	60	60
	<u>60</u>	<u>60</u>
Drawn Facilities		
The financing facilities drawn down at the reporting date is:		
Corporate credit cards	11	8
	<u>11</u>	<u>8</u>
Undrawn Facilities		
The amount of undrawn financing facilities available to councils at the reporting date is:		
Corporate credit cards	49	52
	<u>49</u>	<u>52</u>

Accounting policy for payables and borrowings

Payables

These amounts represent liabilities for goods and services provided to the Council prior to the end of financial year which are unpaid. The amounts are unsecured and are usually paid within 14 days of recognition.

Borrowings

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the income statement over the period of the borrowings using the effective interest method.

Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. In this case, the fee is deferred until the drawdown occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is capitalised as a prepayment for liquidity services and amortised over the period of the facility to which it relates.

Borrowings are removed from the Statement of Financial Position when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in other income or finance cost.

Borrowings are classified as current liabilities unless Council has an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

Finance Leases

Council has no current finance leases.

NOTE 12 PROVISIONS

	2018		2017	
	Current (\$'000)	Non-Current (\$'000)	Current (\$'000)	Non-Current (\$'000)
Annual & other accrued leave	3,870	-	3,505	-
Sick leave	193	-	192	-
Long service leave	8,608	163	8,297	170
Other employee provisions	598	-	522	-
Total provisions	13,269	163	12,516	170
Current provisions not expected to be settled within the next 12 months	6,905	-	6,682	-

(a) Description of and movements in provisions

The movement in each class of provision is presented in the table below.

Class of Provision	Opening Balance (\$'000)	Increase in Provision (\$'000)	Payments (\$'000)	Re-Measurement (\$'000)	Closing Balance (\$'000)
Annual & Other Accrued Leave	3,505	3,244	2,879	-	3,870
Sick Leave	192	1,396	1,395	-	193
Long service leave	8,467	1,440	1,136	-	8,771
Other employee provisions	522	1,857	1,781	-	598
Total	12,686	7,937	7,191	-	13,432

NOTE 12 PROVISIONS (CONTINUED)

Accounting policy for provisions

Provisions

Provisions are recognised when Council has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount has been reliably estimated.

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the reporting date. The discount rate used to determine the present value reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognised as interest expense.

Employee benefits

Short-term obligations

Liabilities for wages and salaries, including non-monetary benefits, annual leave and accumulating sick leave expected to be settled within 12 months after the end of the period in which the employees render the related services are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liability for annual leave and accumulating sick leave is recognised in the provision for employee benefits. All other short-term employee benefit obligations are presented as payables.

Other Long term employee benefit obligations

The liability for long service leave and annual leave that is not expected to be wholly settled within 12 months after the end of the period in which the employees render the related service is recognised in the provision for employee benefits and measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method.

Consideration is given to expected future wage and salary levels, experience of employee departures, and periods of service. Expected future payments are discounted using market yields at the end of the reporting period on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

The obligations are presented as current liabilities in the Statement of Financial Position if the Council does not have an unconditional right to defer settlement for at least 12 months after the reporting date, regardless of when the actual settlement is expected to occur.

Self-insurance

Council does not self-insure.

NOTE 13 ACCUMULATED SURPLUS, REVALUATION RESERVES, CHANGES IN ACCOUNTING POLICIES, CHANGES IN ACCOUNTING ESTIMATES AND ERRORS

(a) Nature and purpose of reserves

(i) Revaluation reserve

The infrastructure, property, plant and equipment revaluation reserve is used to record increments and decrements in the revaluation of non-current assets.

(ii) Available-for-sale investments revaluation reserve

Changes in fair value are taken to the available-for-sale investments revaluation reserve, amounts are recognised in profit and loss when the associated assets are sold or impaired.

(b) Correction of errors in previous years

A review of the Revaluation Reserve register identified a positive revaluation reserve of \$59,749k for the Roads, Bridges and Footpaths Infrastructure asset class which is a result of downward revaluation in the past without sufficient reserves relating to that asset class.

The error identified in the above has been corrected by restating the balances in the year in which it occurred if it occurred before 1 July 2016 by adjusting the opening accumulated surplus at 1 July 2016. The impact on the financial statement line items are shown below.

Changes in the opening Statement of Financial Position at 1 July 2016

	Original balance as at 1 July 2016 (\$'000)	Increase/ (decrease) (\$'000)	Restated balance at 1 July 2016 (\$'000)
Statement of Financial Position			
Accumulated Surplus	1,196,428	(53,146)	1,143,282
Revaluation Reserve	125,785	53,146	178,931

Adjustments to the comparative figures for the year ended 30 June 2017

	Original balance (\$'000)	Increase/ (decrease) (\$'000)	Restated balance (\$'000)
Statement of Financial Position			
Accumulated Surplus	1,236,008	(59,749)	1,176,259
Revaluation Reserve	192,863	59,749	252,612

NOTE 13 ACCUMULATED SURPLUS, REVALUATION RESERVES, CHANGES IN ACCOUNTING POLICIES, CHANGES IN ACCOUNTING ESTIMATES AND ERRORS (CONTINUED)

Changes to the Income Statement for the year ending 30 June 2017

	Original balance (\$'000)	Increase/ (decrease) (\$'000)	Restated balance (\$'000)
Income Statement			
Total Income from Continuing Operations	146,286	-	146,286
Expenses as per Note 4	(43,945)	-	(43,945)
Net loss from the disposal of assets	(1,020)	(6,603)	(7,623)
Total Expenses from Continuing Operations	(44,965)	(6,603)	(51,568)
Net Operating Result for the Year	101,321	(6,603)	94,718
Net operating result for the year before grants and contributions for capital purposes.	13,860	(6,603)	7,257

(c) Changes in Accounting Estimates

Council has transitioned from a consumption-based depreciation methodology to a straight-line depreciation methodology in 2017/2018. Consistent with Australian Accounting Standards, Council has treated the transition prospectively (i.e. only changed depreciation in the current year). The change in depreciation method resulted in an increase in depreciation expense for the year of \$692k.

NOTE 14 STATEMENT OF CASH FLOW INFORMATION

(a) Reconciliation of Cash Assets	Notes	2018 (\$'000)	2017 (\$'000)
Total cash and cash equivalents	6(a)	7,539	6,823
<u>Less:</u> bank overdraft	11	-	-
Balances as per statement of cash flow		<u><u>7,539</u></u>	<u><u>6,823</u></u>
(b) Reconciliation of net operating result to cash provided from operating activities		2018 (\$'000)	2017 (\$'000)
Net operating result from income statement		32,232	39,580
Add:			
Depreciation and impairment	3	16,699	15,121
Loss/(gain) on sale of assets	5	14,231	1,020
Amortisation of discounts & premiums recognised	3,4	(23)	(22)
Fair value (gains)/losses to investment property	10	(1,625)	(1,319)
Increase/(decrease) in provision for doubtful debts	7	1	46
Increase/(decrease) in provision for leave entitlements	11	746	602
(Increase)/decrease in receivables	7	(1,111)	(1,472)
(Increase)/decrease in inventories	8	66	(248)
(Increase)/decrease in other current assets	8	317	225
Increase/(decrease) in payables	11	1,249	(136)
Increase/(decrease) in accrued interest payable	11	(3)	(5)
Increase/(decrease) in other current liabilities	11	2,926	31
Non cash capital grants & contributions	3	-	(300)
Net cash provided by (used in) operating activities		<u><u>65,705</u></u>	<u><u>53,123</u></u>
(c) Non-Cash Financing and Investing Activities			
s7.11 contributions in kind		-	300
		<u>-</u>	<u>300</u>

NOTE 15 COMMITMENTS

	2018 (\$'000)	2017 (\$'000)
(a) Capital commitments (exclusive of GST)		
Capital expenditure contracted for at the reporting date but not recognised in the financial statements as liabilities:		
Plant & Equipment	115	450
Office Equipment	182	-
Land	99	2,250
Buildings	434	-
Other Structures	565	22
Infrastructure	3,041	1,692
Total	4,437	4,414

Major commitments include the design and construction of a new recreational space, and the construction of a cycleway.

(b) Non-cancellable operating lease commitments

Commitments under non-cancellable operating leases at 30 June 2018 but not recognised in the financial statements are payable as follows:

- Not later than one year	2,170	2,192
- Later than one year and not later than 5 years	3,830	6,211
- Later than 5 years	-	-
Total⁽¹⁾	5,999	8,403

⁽¹⁾ This represents the leased premises at the North Ryde office which comprise of:
 1 x 5 year lease commencing 1 May 2016, with 3 options of 5 years,
 1 x 4 years and 9 months lease commencing 1 August 2016, with 3 options of 5 years.

NOTE 16 CONTINGENCIES AND OTHER LIABILITIES/ASSETS NOT RECOGNISED

The following assets and liabilities do not qualify for recognition in the Statement of Financial Position but knowledge of those items is considered relevant to the users of the financial report in making and evaluating decisions about the allocation of scarce resources:

CONTINGENT LIABILITIES

1 Guarantees

(i) Defined Benefits Superannuation Contribution Plans

Council participates in an employer sponsored Defined Benefits Superannuation Scheme, and makes contributions as determined by the Superannuation Scheme's Trustees. Member Councils bear responsibility of ensuring there are sufficient funds available to pay out the required benefits as they fall due. The Scheme's most recent full actuarial review indicated that the Net Assets of the Scheme were not sufficient to meet the accrued benefits of the Scheme's Defined Benefit member category with member councils required to make significantly higher contributions in future years. The Local Government Superannuation Scheme however is unable to provide Council with an accurate estimate of its share of the net deficit and accordingly Council has not recorded any net liability from its defined benefit scheme obligations in accordance with AASB119. Future contributions made to the defined benefits scheme to rectify the net deficit position will be recognised as an expense when they become payable - similar to the accounting for defined contributions plans.

Member councils are treated as Pooled Employers for the purposes of AASB119. Pooled Employers are required to pay standard employer contributions and additional lump sum contributions to the Fund.

Division B	1.9 times employee contributions
Division C	2.5% salaries
Division D	1.64 times employee contributions

The additional lump sum contribution for each Pooled Employer is a share of the total additional contributions of \$40.0 million per annum from 1 July 2017 for 4 years to 30 June 2021, apportioned according to each employer's share of the accrued liabilities as at 30 June 2017. These additional lump sum contributions are used to fund the deficit of assets to accrued liabilities as 30 June 2017.

The adequacy of contributions is assessed at each triennial actuarial investigation and monitored annually between triennials.

As stated above, each sponsoring employer is exposed to the actuarial risks associated with current and former employees of other sponsoring employers and hence shares in the associated gains and losses. However, there is no relief under the Fund's trust deed for employers to walk away from their defined benefit obligations. Under limited circumstances, an employer may withdraw from the plan when there are no active members, on full payment of outstanding additional contributions. There is no provision for allocation of any surplus which may be present at the date of withdrawal of the entity.

There are no specific provisions under the Fund's trust deed dealing with deficits or surplus on wind-up.

There is no provision for the allocation of any surplus which may be present at the date of withdrawal of an employer.

NOTE 16 CONTINGENCIES AND OTHER LIABILITIES/ASSETS NOT RECOGNISED (CONTINUED)

The plan is a defined benefit plan. However, each sponsoring employer is exposed to the actuarial risks associated with current and former employees of other sponsoring employers and hence shares in the associated gains and losses (to the extent that they are not borne by members). As such, there is not sufficient reliable information to allow each sponsoring employer to account for its proportionate share of the defined benefit obligation, sub-group assets and costs associated with the sub-group in the same way as it would for a single employer sponsored defined benefit plan.

The amount of Council employer contributions to the defined benefit section of the Fund and recognised as an expense and disclosed as part of superannuation expenses at Note 4 (a) for the year ending 30 June 2018 was \$92,092.

Council's expected contributions to the Fund for the next annual reporting period is \$85,000.

The estimated employer reserves financial position for the Pooled Employers at 30 June 2018 is:

Employer reserves only *	\$ millions	Asset Coverage
Assets	1,817.8	
Past Service Liabilities	1,787.5	101.7%
Vested Benefits	1,778.0	102.2%

* excluding member accounts and reserves in both assets and liabilities.

The key economic long term assumptions used to calculate the present value of accrued benefits are:

Investment return	6.0% per annum
Salary inflation *	3.5% per annum
Increase in CPI	2.5% per annum

* Plus promotional increases

The contribution requirements may vary from the current rates if the overall sub-group experience is not in line with the actuarial assumptions in determining the funding program, however any adjustment to the funding program would be the same for all sponsoring employers in the Pooled Employers group. Please note that the estimated employer reserves financial position above is a preliminary calculation and once all the relevant information has been received by the Funds Actuary, the 2018 triennial review will be completed around December 2018.

Council's additional lump sum contribution is around 0.23% of the total additional lump sum contributions for all Pooled Employers (of \$40m each year from 1 July 2017 to 30 June 2021) provides an indication of the level of participation of Council compared with other employers in the Pooled Employer sub-group.

NOTE 16 CONTINGENCIES AND OTHER LIABILITIES/ASSETS NOT RECOGNISED (CONTINUED)

(ii) Statewide Limited

Council is a member of Statewide Mutual, a mutual pool scheme providing liability insurance to Local Government. Membership includes the potential to share in either the net assets or liabilities of the fund depending on its past performance. Council's share of the net assets or liabilities reflects Council's contributions to the pool and the result of insurance claims within each of the fund years. The future realisation and finalisation of claims incurred but not reported to 30 June this year may result in future liabilities or benefits as a result of past events that Council will be required to fund or share in respectively.

(iii) StateCover Limited

During the year, Council moved its workers compensation insurance with StateCover to their Loss Prevention and Recovery (LPR) model which aligns the premiums to the Council's experience and success in implementing injury prevention, management and return to work strategies. Council has a contingent liability where caps on claims may be greater and premium adjustments are based on claim costs.

(iv) Other Guarantees

Council has provided no other guarantees other than those listed above.

2 Other liabilities

(i) Third Party Claims

The Council is involved from time to time in various claims incidental to the ordinary course of business including claims for damages relating to its services. Council believes that it is appropriately covered for all claims through its insurance coverage and does not expect any material liabilities to eventuate.

(ii) s7.11 Plans (formerly s94)

Council levies s7.11 plans (formerly section 94/94A contributions) upon various developments across the Council area through the required Contributions Plans.

As part of these plans, Council has received funds for which it will be required to expend the monies in accordance with those plans.

As well, these Plans indicate proposed future expenditure to be undertaken by Council, which will be funded by making levies and receipting funds in future years or where a shortfall exists by the use of Council's general funds.

These future expenses do not yet qualify as liabilities as of the reporting date, but represent Council's intention to spend funds in the manner and timing set out in those plans.

NOTE 16 CONTINGENCIES AND OTHER LIABILITIES/ASSETS NOT RECOGNISED (CONTINUED)

3 Remediation works

(i) Old landfill sites

The Council has a number of old landfill sites that were used for the purpose of disposal of domestic and other waste, which have since been converted to playing fields. No known liability arises from any potential toxicity or subterranean leakage, but there will be ongoing remediation works that may be required from time to time to reinstate the playing surfaces, due to subsidence following further settling of the waste within the landfill.

Council has not, as yet, been able to reliably determine the quantum of liability for this future works, but has estimated that it could cost approximately \$200,000 per annum.

CONTINGENT ASSETS

(i) Land under roads

As permitted under AASB 1051, Council has elected not to bring to account land under roads that it owned or controlled up to and including 30/6/08.

(ii) Infringement Notices/Fines

Fines and penalty income, the result of Council issuing infringement notices is followed up and collected by the Infringement Processing Bureau. Council's revenue recognition policy for such income is to account for it as revenue on receipt. Accordingly, at year end, there is a potential asset due to Council representing issued but unpaid infringement notices. Due to the limited information available on the status, value and duration of outstanding notices, Council is unable to determine the value of outstanding income.

(iii) Pedestrian Bridge and Tunnel, Top Ryde

Council, as part of the approval of a Development Application for the Top Ryde City Shopping Centre entered into an agreement with the owners and developers, Bevillesta Pty Ltd, where a monetary contribution was paid for the purchase of a tract of land at the front of Council's Administration Centre, 1 Devlin St, Ryde. Also one of the conditions of the Development Application was a long-term lease of 49 years, with a 50 year option, between Council and the developers, where Council leased to the developer the airspace in which a number of assets were to be constructed.

This represents a contingent asset that will become Council's assets at the end of the lease.

NOTE 17 FINANCIAL RISK MANAGEMENT

Risk Management

Council's activities expose it to a variety of financial risks including price risk, credit risk, liquidity risk and interest rate risk. The Council's overall risk management program focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the Council.

Council does not engage in transactions expressed in foreign currencies and is therefore not subject to foreign currency risk.

Financial risk management is carried out by the Finance Department under policies approved by the Council.

Council held the following financial instruments at balance date:

	Carrying Value		Fair Value	
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000
Financial assets				
Cash and cash equivalents	7,539	6,823	7,539	6,823
Receivables	10,450	9,268	10,450	9,268
Held-to-maturity investments	203,211	179,629	203,527	180,009
	221,200	195,720	221,516	196,100
Financial liabilities				
Payables	27,526	23,237	27,526	23,237
Borrowings	2,621	3,511	4,470	5,811 ⁽¹⁾
	30,147	26,748	31,996	29,048

Note:

Refer to Note 19 for fair value information.

⁽¹⁾ The fair value represents the present value of the total payments (principal and interest) for the remaining term of the loans, with the amount of interest estimated for those loans with variable rates, discounted by the bond rates used for employee leave entitlement discounting.

NOTE 17 FINANCIAL RISK MANAGEMENT (CONTINUED)

Council's objective is to maximise its return on cash and investments whilst maintaining an adequate level of liquidity and preserving capital. The Finance Department manages the cash and investments portfolio with the assistance of independent investment advisers. Council has an investment policy which complies with the Local Government Act and Ministerial Investment Order 625. The policy is regularly reviewed by Council and an Investment Report provided to Council monthly setting out the make-up and performance of the portfolio as required by local government regulations.

The risk associated with investments held are:

- Price risk – the risk that the capital value of investments may fluctuate due to changes in market prices, whether these changes are caused by factors specific to individual financial instruments or their issuers or factors affecting similar instruments traded in a market.
- Interest rate risk – the risk that movements in interest rates could affect returns.
- Credit risk – the risk that a contracting entity will not complete its obligations under a financial instrument resulting in a financial loss to Council.

Council manages these risks by diversifying its portfolio and only purchasing investments with high credit ratings or capital guarantees. Council also seeks advice from its independent advisers before placing any cash and investments.

(a) Market risk - price risk and interest rate risk

The following represents a summary of the sensitivity of Council's Income Statement and accumulated surplus (for the reporting period) due to a change in either the price of a financial asset or the interest rates applicable.

It is assumed that the change in interest rates would have been constant throughout the reporting period.

	30/06/2018 \$'000	30/06/2017 \$'000
Estimated impact of a 10% ⁽²⁾ movement in price of investments:		
- Equity	n/a	n/a
- Income statement	n/a	n/a
Estimated impact of a 1% movement in interest rates on cash and investments:		
- Equity	2,108	1,865
- Income statement	2,108	1,865

Note:

⁽²⁾ Movements in the price of investments is not calculated, as tradable investments are purchased with the intent to hold to maturity, at which point they are redeemed at face value. Movement in price of investments is calculated only on tradable investments.

NOTE 17 FINANCIAL RISK MANAGEMENT (CONTINUED)

(b) Credit risk

Council's major receivables comprise rates and annual charges and user charges and fees. Council manages the credit risk associated with these receivables by monitoring outstanding debt and employing stringent debt recovery policies.

Credit risk on rates and annual charges is minimised by the ability of Council to recover these debts as a secured charge over the land – that is, the land can be sold to recover the debt. Council is also able to charge interest on overdue rates and annual charges at higher than market rates which further encourages payment.

There are no significant concentrations of credit risk, whether through exposure to individual customers, specific industry sectors and/or regions.

Council makes suitable provision for doubtful receivables as required.

There are no material receivables that have been subject to a re-negotiation of repayment terms.

The profile of the Council's receivables credit risk at balance date was:

Percentage of Rates and Annual charges

	2018	2017
	(\$'000)	(\$'000)
Notes		
- Current	64%	65%
- Overdue debts	36%	35%
Analysis of overdue debts	\$'000	\$'000
Less than 1 year	2,170	1,901
1 to 2 years	625	534
2 to 5 years	538	464
Greater than 5 years	45	18
7	3,378	2,917

Percentage of Other Receivables

- Current	87%	86%
- Overdue debts	13%	14%
Analysis of overdue debts	\$'000	\$'000
0 - 30 days overdue	8,120	7,503
31 - 60 days overdue	279	200
61 - 90 days overdue	47	108
>91 days overdue	936	921
7	9,382	8,732

Movement in provision for impairment for receivables

	2018	2017
Balance at the beginning of the year	452	406
Plus: New provisions recognised during the year	4	1
Less: Amounts already provided for & written off	(3)	45
Balance at the end of the year	453	452

NOTE 17 FINANCIAL RISK MANAGEMENT (CONTINUED)

(c) Liquidity risk

Payables and borrowings are both subject to liquidity risk – that is the risk that insufficient funds may be on hand to meet payment obligations as and when they fall due. Council manages this risk by monitoring its cash flow requirements and liquidity levels and maintaining an adequate cash buffer. Payment terms can be extended and overdraft facilities drawn upon in extenuating circumstances.

The contractual undiscounted cash flows of Council’s Payables and Borrowings are set out in the maturity table below.

2018 \$'000	Weighted Average Interest rate %	Due Within 1 Year	Due Between 1 and 5 Years	Due After 5 Years	Total Contractual CashFlows	Carrying Values
Payables		27,526	-	-	27,526	27,526
Borrowings	3.15%	1,003	1,415	420	2,838 ⁽³⁾	2,621
		28,529	1,415	420	30,364	30,147
2017 \$'000		Due Within 1 Year	Due Between 1 and 5 Years	Due After 5 Years	Total Contractual Cash Flows	Carrying Values
Payables		23,237	-	-	23,237	23,237
Borrowings	3.58%	986	2,022	784	3,792 ⁽³⁾	3,511
		24,223	2,022	784	27,029	26,748

⁽³⁾ This represents the total payments (principal and interest) for the remaining term of the loans, with the amount of interest estimated for those loans with variable rates.

NOTE 18 MATERIAL BUDGET VARIATIONS

Council's Original Budget was incorporated as part of the 2017-2021 Delivery Plan adopted by the Council on 27 June 2017, and is not required to be audited.

Whilst the Income Statement included in this General Purpose Financial Report must disclose the Original Budget adopted by Council, the Local Government Act requires Council to review its original budget on a quarterly basis, so that it is able to manage the various variations between actuals and budget that invariably occur throughout the year. Many of the variances below have been adjusted during budget reviews throughout the 2017/18 financial year and, where appropriate, have been incorporated into the 2018/19 Original Budget in order to frame a more rigorous and robust budget.

In accordance with section 407 of the Local Government Act 1993, variations to Council's budget are reported to Council on a quarterly basis as part of the Quarterly Budget Review Report. These documents can be viewed on Council's website at www.ryde.nsw.gov.au

This Note sets out the details of material variations between the Original Budget and actual results for the Income Statement. Material favourable (F) and unfavourable (U) variances represent amounts of 10% or more of the budgeted amount, or if considered appropriate to comment.

Revenues

User charges and fees \$2,294K (14%) (F)

Council received user charges and fees revenue of \$18,865k which was above the original budget by \$2,294k (14%).

The additional income received was predominantly related to development related income amounting to an additional \$2.7 million above the Original Budget. This is a reflection of the level of activity in the current local development market. Macquarie Park Parking Scheme income exceeded budgeted expectations by \$0.3 million. Road Restoration income was \$0.7 million below the Original Budget (note: a corresponding Road Restorations expenditure saving has been realised to offset this reduced income).

Interest and investment revenue \$1,931K (46%) (F)

Council received interest revenue of \$6,096k which was above the original budget by \$1,931k (46%).

Whilst interest rates have been reasonably flat over the last 12 months, the pool of funds available for investment have increased due to higher than expected Section 7.11 contributions and other Internal Reserves. It should be noted that these Section 7.11 funds, and the interest earned on their investment, cannot be applied to Council's normal operations and they are restricted in Council's reserves to be used for construction of new works under the Section 7.11 plan they were collected under.

Other revenues \$913K (10%) (F)

Council received other revenues of \$10,207k which was above the original budget by \$913k (10%).

Additional income derived from the sale of recycled construction materials amounted to \$0.5 million. An additional \$0.4 million in rental income also contributed to this favourable variation.

Grants & contributions provided for capital purposes \$8,034K (39%) (F)

Council received capital income of \$28,448k which was above the original budget by \$8,034k (39%).

Council received \$5.7 million in Section 7.11 Developer Contributions over and above its Original Budget estimate of \$20 million. In addition, Council received an RMS Grant of \$1.95 million which was not included in the Original Budget.

NOTE 18 MATERIAL BUDGET VARIATIONS (CONTINUED)**Expenses****Borrowing costs -\$36K (-25%) (F)**

Council incurred borrowing costs of \$110k which was below the original budget by -\$36k (-25%). Council's interest rates on loans are largely variable and with interest rates still relatively low, borrowing costs were less than anticipated.

Other expenses -\$4,905K (-24%) (F)

Council paid other expenses of \$15,244k which was below the original budget by -\$4,905k (-24%). The majority of expenditure savings, when compared to the Original Budget, relate to a reduction in the Waste Development Tax as a result of increased processed material being diverted from landfill (\$2.4 million), street lighting charges (\$0.5 million) and utilities - power (\$0.2 million). The balance of expenditure savings in this area is the sum of minor savings across a wide variety of expenses throughout the organisation.

Net loss from the disposal of assets \$14,231K (100%) (U)

Whilst Council received a net gain on the disposal of assets, being a total of \$617k favourable. Council had to charge \$14,848k to the Income Statement following the disposal of assets relating to Roads, Bridges and Footpaths in which the revaluation reserve was zero within this Infrastructure asset class.

NOTE 19 FAIR VALUE MEASUREMENT

Council measures the following assets and liabilities at fair value on a recurring basis:

- Infrastructure, property plant and equipment
- Investment property

Fair Value Hierarchy

AASB 13 Fair Value Measurement requires all assets and liabilities measured at fair value to be assigned to a 'level' in the fair value hierarchy as follows:

Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2 – Inputs other than quoted prices included Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3 – Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

NOTE 19 FAIR VALUE MEASUREMENT (CONTINUED)

The table below shows the assigned level for each asset and liability held at fair value by the Council:

30 June 2018	Note	Level 2 Significant observable inputs (\$000's)	Level 3 Significant unobservable inputs (\$000's)	Total (\$000's)
Investment properties	10	117,165	-	117,165
Infrastructure, Property, Plant and Equipment	9			
- Operational land		220,018	-	220,018
- Community land		-	142,287	142,287
- Land under roads		-	1,155	1,155
- Buildings (Specialised and non-specialised)		-	91,325	91,325
- Roads, Bridges, Footpaths		-	366,749	366,749
- Stormwater drainage		-	200,862	200,862
Subtotal I,PP & E			802,378	1,022,396
TOTALS		337,183	802,378	1,139,561

30 June 2017	Note	Level 2 Significant observable inputs (\$000's)	Level 3 Significant unobservable inputs (\$000's)	Total (\$000's)
Investment properties	10	115,540	-	115,540
Infrastructure, Property, Plant and Equipment	9			
- Operational land		220,018	-	220,018
- Community land		-	142,287	142,287
- Land under roads		-	1,155	1,155
- Buildings (Specialised and non-specialised)		-	93,917	93,917
- Roads, Bridges, Footpaths		-	368,514	368,514
- Stormwater drainage		-	202,828	202,828
Subtotal I,PP & E			808,701	1,028,719
TOTALS		335,558	808,701	1,144,259

The Council does not have any liabilities which are fair valued.

NOTE 19 FAIR VALUE MEASUREMENT (CONTINUED)

Valuation Techniques

Council's non-current assets are continually revalued (over a 5 year period) in accordance with the fair valuation policy as mandated by the Office of Local Government. Further details of the revaluations policy is provided under Note 9.

Level 2 measurements

Investment properties

On an annual basis, the Council engages external, independent and qualified valuers to determine the fair value of its investment properties. As at 30 June 2018, the fair values of the land have been determined by Scott Fullarton Valuations Pty Ltd.

All investment property valuations are included in level 2 of the hierarchy. The value of investment property has been determined using the market approach.

Land (Operational)

The fair value of Operational land has been determined by referencing it to current prices in an active market for similar properties. Where such information is not available, current prices in an active market for properties of different nature or recent prices of similar properties in less active markets, adjusted to reflect those differences are considered. Appropriate adjustments are also made for the inherent features of the property such as fire-prone, flood zonings and usability of the land.

Operational Land was last revalued as at 31 May 2017 as determined by Scott Fullarton Valuations Pty Ltd.

Level 3 measurements

Buildings

The Council engages external, independent and qualified valuers to determine the fair value of the Council's buildings. Buildings were revalued in the 30 June 2017 financial year and the fair values were determined by Scott Fullarton Valuations Pty Ltd.

With the exception of the Civic Centre which is impaired and currently under review, the Gross Value of each building is obtained by applying a unit rate to a structure or a square metre rate to a building, based on its current replacement cost, which is the lowest cost of replacing the economic benefits of the existing asset using modern technology. The key unobservable input being the rate square metre has been benchmarked to construction costs of similar properties across the industry.

Land (Community and Land under road)

Community Land has been valued by the Valuer General as at 1 July 2016. Council has resolved to not recognise Land Under Roads (LUR) acquired before 1 July 2008.

The key unobservable input to the valuation is a discount rate of 90% (englobo method) on the council/municipal average value.

Infrastructure assets

Valuations for infrastructure assets are performed internally by the Council's engineering team. The gross value of the infrastructure assets are determined by unit rate to total volume which is normally square metres, lineal metres or individual items.

The unit rate, which is a key unobservable input, is determined using an assessment of average historical internal costs, and rates from contracts with third party suppliers. Infrastructure assets were last revalued at 30 June 2016 with the exception of specialised buildings.

The information presented in the Fair Value Measure Hierarchy table on unobservable input has been limited to significant components of the infrastructure assets as it is impracticable to provide information for all components.

NOTE 19 FAIR VALUE MEASUREMENT (CONTINUED)

Reconciliation of movements

A reconciliation of the movements in recurring fair value measurements allocated to Level 3 of the hierarchy is provided below:

Level 3	2018 (\$)	2017 (\$)
Balance at 1 July	808,701	770,926
Recognised in other comprehensive income – revaluation surplus	(11,325)	27,454
Other movements	(11,141)	(9,428)
Purchases	30,992	19,749
Balance at 30 June	802,378	808,701

A reconciliation of the movements in recurring fair value measurements allocated to Level 2 of the hierarchy is provided below:

Level 2	2018 (\$)	2017 (\$)
Balance at 1 July	335,558	333,183
Total gains or losses for the period	1,625	2,375
Balance at 30 June	337,183	335,558

Transfers between levels of the hierarchy

There were no transfers of assets and liabilities between the hierarchies.

Highest and Best Use

Current use of the assets noted above reflects the highest and best use as Operational Assets, and in accordance with current planning restrictions, the exceptions being the Investment Properties, which are to be developed, and may require planning changes to allow the development.

NOTE 20 RELATED PARTY DISCLOSURES

Key Management Personnel

Key management personnel (KMP) of the Council are those persons having the authority and responsibility for planning, directing and controlling the activities of the Council, directly or indirectly. The City of Ryde KMP's are identified as the Councillors, General Manager and Directors.

The aggregate amount of KMP compensation included in the Income Statement is:

Compensation	2018 (\$000's)	2017 (\$000's)
Short-term benefits	1,893	1,719
Post-employment benefits	98	96
Other long-term benefits	54	47
Total	2,044	1,861

Other transactions with KMP and their related entities

Council has determined that transactions at arms lengths between KMP and Council as part of KMP using Council services (e.g. access to library or Council swimming pool by KMP) will not be disclosed.

Nature of the Transaction	Amount of the transactions during the year (\$000's)	Outstanding balances, including commitments at year end	Terms and conditions	Provisions for doubtful debts related to the amount of outstanding balances	The expense recognised during the period relating to bad or doubtful debts due from related parties
2018					
-	-	-	-	-	-
2017					
Grant Funding	70	-	KMP is a Board member where a Grant was provided as part of funding for FY2016 & FY2017 paid by Council.	-	-

Other Related Parties

Type of related party: subsidiary/ associate/ joint ventures/ other	Nature of the Transactions	Amount of the transactions during the year	Outstanding balances, including commitments at year end	Terms and conditions	Provisions for doubtful debts related to the amount of outstanding balances	The expense recognised during the period relating to bad or doubtful debts due from related parties
2018						
Nil						
2017						
Nil						

NOTE 21 STATEMENT OF DEVELOPER CONTRIBUTIONS

PURPOSE	Opening Balance \$'000	Contributions Received During Year ⁽¹⁾		Interest & Investment Income earned during year \$'000	Expended during year \$'000	Internal Borrowings (To/From) ⁽³⁾ \$'000	Held as restricted asset ⁽²⁾⁽⁴⁾ \$'000
		Cash \$'000	Non-cash \$'000				
Community & Culture	11,414	4,731	-	350	1,004	-	15,491
Open Space & Public Domain	46,505	17,070	-	1,412	7,685	(88)	57,214
Roads, Traffic, Carparks & Cycleways	1,800	1,865	-	52	3,805	88	-
Stormwater Management	5,302	889	-	159	2,551	-	3,799
Administration	93	141	-	6	211	-	29
TOTAL UNDER PLAN 7.11	65,114	24,696	-	1,979	15,256	-	76,533
Planning agreements	11,288	-	-	-	1,174	-	10,114
TOTAL CONTRIBUTIONS	76,402	24,696	-	1,979	16,430	-	86,647

(1) Reconcilable with Note 3

(2) Reconcilable with Note 6 (Restricted Assets Excludes 'Amounts Expended In Advance')

(3) Cumulative balance of borrowing within and between plans

(4) The total balance under plans are restricted and reflected in Note 6(c) as External Restrictions, whereas the total balance of planning agreements (Voluntary Planning Agreements) is restricted in Note 6(c) as Internal.

NOTE 22 STATEMENT OF PERFORMANCE MEASURES - CONSOLIDATED RESULTS

	Amounts (\$'000)	Indicators			Benchmark
		2018	2017	2016	
1. Operating performance					
Total continuing operating revenue ¹ excluding capital grants and contributions – operating expenses	16,390	12.99%	11.47%	8.13%	> 0%
Total continuing operating revenue ¹ excluding capital grants and contributions	126,202				
2. Own source operating revenue					
Total continuing operating revenue ¹ excluding all grants and contributions	118,958	76.92%	75.83%	67.03%	> 60%
Total continuing operating revenue ¹ inclusive of all grants and contributions	154,650				
3. Unrestricted current ratio					
Current assets less all external restrictions	73,073	3.06x	3.44x	4.29x	> 1.5x
Current liabilities less specific purpose liabilities	23,875				
4. Debt service cover ratio					
Operating results ¹ before capital excluding interest and depreciation/impairment/amortisation (EBITDA)	33,199	33.2x	27.65x	12.00x	> 2x
Principal repayments (from the statement of cash flows) + borrowing interest costs (from the income statement)	1,000				
5. Rates and annual charges outstanding percentage					
Rates and annual charges outstanding	3,378	3.89%	3.63%	3.59%	< 5%
Rates and annual charges collectible	86,920				
6. Cash expense cover ratio					
Current year's cash, cash equivalents + Term Deposits x 12	135,651 x	17.50	15.92	15.72	> 3
Payments from cash flow of operating and financing activities	93,030	months	months	months	months

¹ Excludes fair value adjustments, reversal of revaluation decrements, net gain/loss on sale of assets and net share/loss of interests in joint ventures



INDEPENDENT AUDITOR'S REPORT
Report on the general purpose financial report
Council of the City of Ryde

To the Councillors of the Council of the City of Ryde

Opinion

I have audited the accompanying financial report of the Council of the City of Ryde (the Council), which comprise the Income Statement and Statement of Comprehensive Income for the year ended 30 June 2018, the Statement of Financial Position as at 30 June 2018, the Statement of Changes in Equity and Statement of Cash Flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the Statement by Councillors and Management.

In my opinion,

- the Council's accounting records have been kept in accordance with the requirements of the *Local Government Act 1993*, Chapter 13, Part 3, Division 2 (the Division)
- the financial report:
 - has been presented, in all material respects, in accordance with the requirements of this Division
 - is consistent with the Council's accounting records
 - presents fairly, in all material respects, the financial position of the Council as at 30 June 2018, and of its financial performance and its cash flows for the year then ended in accordance with Australian Accounting Standards
- all information relevant to the conduct of the audit has been obtained
- no material deficiencies in the accounting records or financial report have come to light during the audit.

My opinion should be read in conjunction with the rest of this report.

Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under the standards are described in the 'Auditor's Responsibilities for the Audit of the Financial Report' section of my report.

I am independent of the Council in accordance with the requirements of the:

- Australian Auditing Standards
- Accounting Professional and Ethical Standards Board's APES 110 'Code of Ethics for Professional Accountants' (APES 110).

I have fulfilled my other ethical responsibilities in accordance with APES 110.

Parliament promotes independence by ensuring the Auditor-General and the Audit Office of New South Wales are not compromised in their roles by:

- providing that only Parliament, and not the executive government, can remove an Auditor-General
- mandating the Auditor-General as auditor of councils
- precluding the Auditor-General from providing non-audit services.

I believe the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Other Information

Other information comprises the information included in the Council's annual report for the year ended 30 June 2018, other than the financial report and my Independent Auditor's Report thereon. The Councillors are responsible for the other information. At the date of this Independent Auditor's Report, the other information I have received comprise the special purpose financial statements and Special Schedules (the Schedules).

My opinion on the financial report does not cover the other information. Accordingly, I do not express any form of assurance conclusion on the other information. However, as required by the *Local Government Act 1993*, I have separately expressed an opinion on the special purpose financial statements and Special Schedule 2 - Permissible income for general rates.

In connection with my audit of the financial report, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or my knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work I have performed, I conclude there is a material misstatement of the other information, I must report that fact.

I have nothing to report in this regard.

The Councillors' Responsibilities for the Financial Report

The Councillors are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards and the *Local Government Act 1993*, and for such internal control as the Councillors determine is necessary to enable the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Councillors are responsible for assessing the Council's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting except where the Council will be dissolved or amalgamated by an Act of Parliament, or otherwise cease operations.

Auditor's Responsibilities for the Audit of the Financial Report

My objectives are to:

- obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error
- issue an Independent Auditor's Report including my opinion.

Reasonable assurance is a high level of assurance, but does not guarantee an audit conducted in accordance with Australian Auditing Standards will always detect material misstatements. Misstatements can arise from fraud or error. Misstatements are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions users take based on the financial report.

A description of my responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: www.auasb.gov.au/auditors_responsibilities/ar4.pdf. The description forms part of my auditor's report.

My opinion does *not* provide assurance:

- that the Council carried out its activities effectively, efficiently and economically
- on the Original Budget information included in the Income Statement, Statement of Cash Flows, and Note 18 Material budget variations
- on the Special Schedules. A separate opinion has been provided on Special Schedule 2 - Permissible income for general rates
- about the security and controls over the electronic publication of the audited financial report on any website where it may be presented
- about any other information which may have been hyperlinked to/from the financial report.



Somaiya Ahmed
Director, Financial Audit Services

31 October 2018
SYDNEY



Cr Jerome Laxale
 Mayor
 Council of the City of Ryde
 1 Pope Street
 RYDE NSW 2112

Contact: Somaiya Ahmed
 Phone no: 02 9275 7424
 Our ref: D1862252/1783

31 October 2018

Dear Mayor

**Report on the Conduct of the Audit
 for the year ended 30 June 2018
 Council of the City of Ryde**

I have audited the general purpose financial statements of the Council of the City of Ryde (the Council) for the year ended 30 June 2018 as required by section 415 of the *Local Government Act 1993* (the Act).

I expressed an unmodified opinion on the Council's general purpose financial statements.

This Report on the Conduct of the Audit (the Report) for the Council for the year ended 30 June 2018 is issued in accordance with section 417 of the Act. This Report should be read in conjunction with my audit opinion on the general purpose financial statements issued under section 417(2) of the Act.

INCOME STATEMENT

Operating result

	2018 \$m	2017 \$m	Variance %
Rates and annual charges revenue	83.8	77.6	↑ 8.0
Grants and contributions revenue	35.7	34.8	↑ 2.6
Operating result for the year	32.2	33.0	↓ 2.4
Net operating result before capital amounts	3.8	7.3	↓ 47.9

Council's operating result (\$32.2 million including the effect of depreciation and amortisation expense of \$16.7 million) remained relatively stable in comparison to 2016–17, at \$745,000 lower than the 2016–17 result.

The net operating result before capital grants and contributions (\$3.8 million) was \$3.5 million lower than the 2016–17 result. This was mainly due to:

- increase in rates and annual charges by \$6.2 million in 2017–18
- offset by \$10.7 million increase in operating expenses.

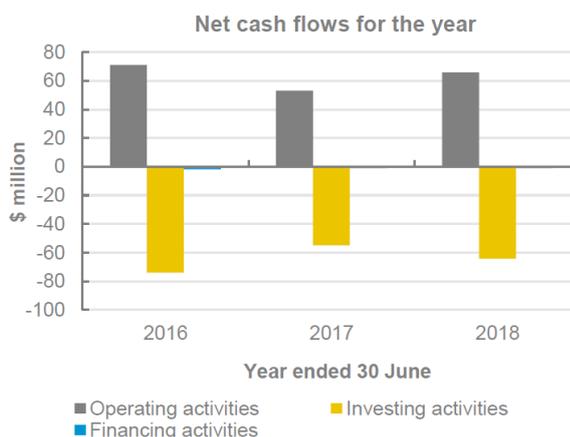
Rates and annual charges revenue (\$83.8 million) increased by \$6.2 million (8.0 per cent) in 2017–2018. The increase is primarily due to an increase of general rates revenue through an approved multi-year Special Rate Variation of 7.0 per cent.

Grants and contributions revenue (\$35.7 million) increased by \$908,000 (2.5 per cent) in 2017–2018 due to:

- a decrease in grants for operating purposes by \$1.8 million
- offset by \$2.7 million increase in grants for capital purposes.

STATEMENT OF CASH FLOWS

- Cash flows from operating activities increased in line with the increase in rates and annual charges
- Increased investing activities outflows are due to purchases of investments in 2017–18.



FINANCIAL POSITION

Cash and Investments

Cash and Investments	2018	2017	Commentary
	\$m	\$m	
External restrictions	112.1	100.5	• Cash and investments increased by \$24.3 million due in part to increase in rates and annual charges of \$6.2 million and investment income of \$6.1 million.
Internal restrictions	95.1	83.4	
Unrestricted	3.5	2.5	
Cash and investments	210.7	186.4	<ul style="list-style-type: none"> • Significant externally restricted funds include \$86.6 million in developer contributions and \$12.1 million in domestic waste management. • Significant internally restricted funds include \$21.6 million in investment property reserve and \$19.2 million in asset replacement reserve.

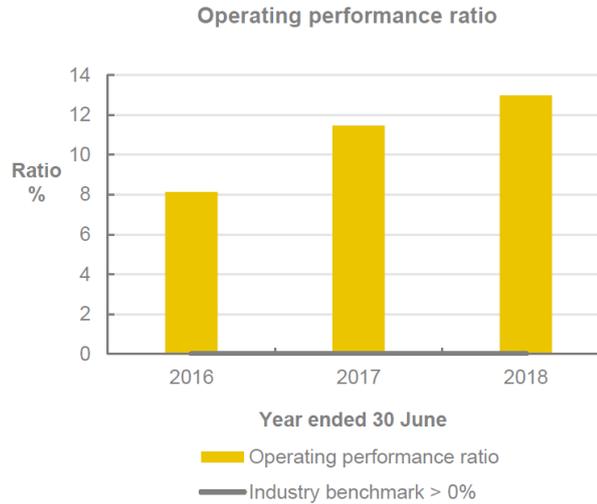
PERFORMANCE RATIOS

The definition of each ratio analysed below (except for the 'building and infrastructure renewals ratio') is included in Note 22 of the Council's audited general purpose financial statements. The 'building and infrastructure renewals ratio' is defined in Council's Special Schedule 7 which has not been audited.

Operating performance ratio

- Council continues to meet the benchmark of greater than zero per cent
- The ratio has increased primarily due to increase in rates and annual charges of \$6.2 million.

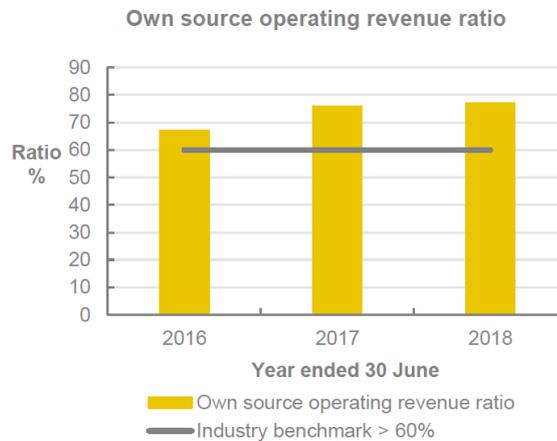
The 'operating performance ratio' measures how well council contained operating expenditure within operating revenue (excluding capital grants and contributions, fair value adjustments, and reversal of revaluation decrements). The benchmark set by the Office of Local Government (OLG) is greater than zero per cent.



Own source operating revenue ratio

Council continues to meet the benchmark of greater than 60 per cent in 2017–18.

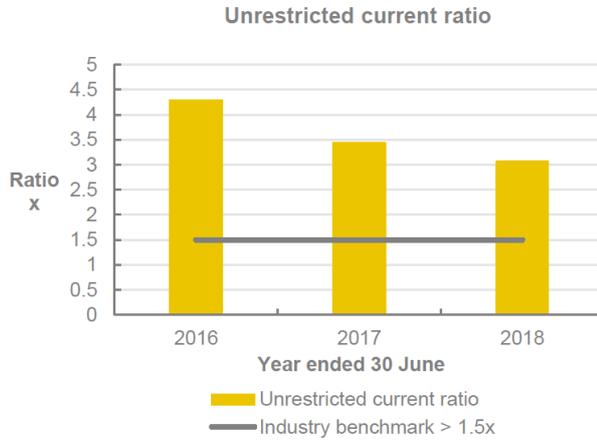
The 'own source operating revenue ratio' measures council's fiscal flexibility and the degree to which it relies on external funding sources such as operating grants and contributions. The benchmark set by OLG is greater than 60 per cent.



Unrestricted current ratio

- Council continues to exceed the benchmark due to high cash and investment balances.
- Council has sufficient liquid assets to meet its creditors payments as and when they fall due
- The decrease in 2017–18 was due to current liabilities increasing at a faster rate (\$2.7 million increase in deposits and retentions) compared to unrestricted current assets.

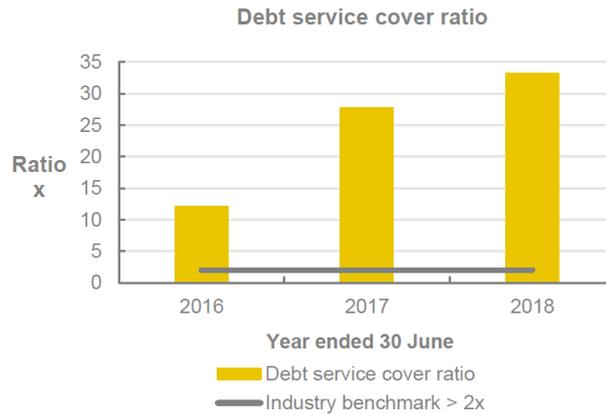
The 'unrestricted current ratio' is specific to local government and represents council's ability to meet its short-term obligations as they fall due. The benchmark set by OLG is greater than 1.5 times.



Debt service cover ratio

- Council exceeded the benchmark of greater than two times in 2017–18.
- The ratio increased from previous year mainly due to the increase in rates and annual charges.

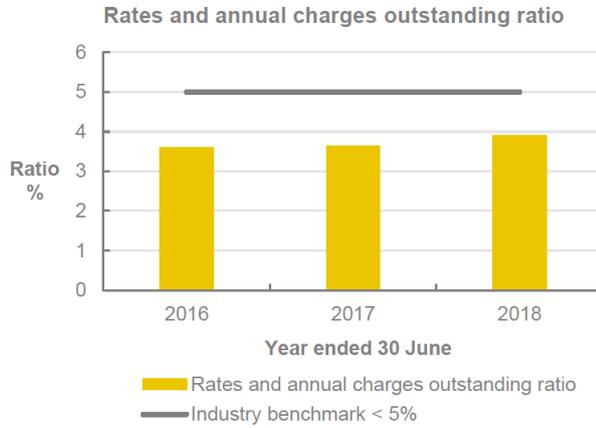
The 'debt service cover ratio' measures the operating cash to service debt including interest, principal and lease payments. The benchmark set by OLG is greater than two times.



Rates and annual charges outstanding ratio

Council continues to achieve the benchmark for outstanding rates and annual charges.

The 'rates and annual charges outstanding ratio' assesses the impact of uncollected rates and annual charges on council's liquidity and the adequacy of debt recovery efforts. The benchmark set by OLG is less than 5 per cent for metro councils.



Cash expense cover ratio

- Council exceeded the benchmark of greater than three months.
- This has increased slightly from prior year due to higher levels of cash from operations.

This liquidity ratio indicates the number of months the council can continue paying for its immediate expenses without additional cash inflow. The benchmark set by OLG is greater than three months.

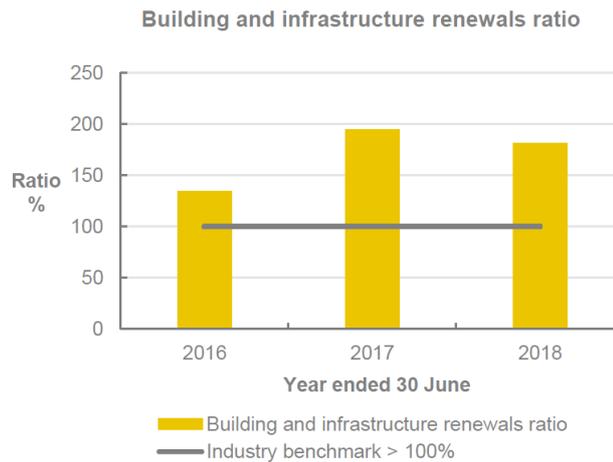


Building and infrastructure renewals ratio (unaudited)

Council's building and infrastructure renewals ratio continues to exceed the benchmark.

The 'building and infrastructure renewals ratio' assesses the rate at which these assets are being renewed against the rate at which they are depreciating. The benchmark set by OLG is greater than 100 per cent.

This ratio is sourced from council's Special Schedule 7 which has not been audited.



OTHER MATTERS

New accounting standards implemented

AASB 2016-2 'Disclosure Initiative – Amendments to AASB 107'

Effective for annual reporting periods beginning on or after 1 January 2017

This Standard requires entities to provide disclosures that enable users of financial statements to evaluate changes (both cash flows and non-cash changes) in liabilities arising from financing activities.

Council's disclosure of the changes in their liabilities arising from financing activities is disclosed in Note 11.

Legislative compliance

My audit procedures did not identify any instances of non-compliance with legislative requirements or a material deficiency in the Council's accounting records or financial reports. The Council's:

- accounting records were maintained in a manner and form to allow the general purpose financial statements to be prepared and effectively audited
- staff provided all accounting records and information relevant to the audit.



Somaiya Ahmed
Director, Financial Audit Services



Lifestyle and opportunity @ your doorstep

A horizontal bar composed of many small, colorful rectangular segments in shades of pink, purple, blue, green, yellow, orange, and red.

Special Purpose Financial Statements

Year Ended 30 June 2018

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Special Purpose Financial Statements	
• Income Statement of Other Business Activities	4
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STATEMENT BY COUNCILLORS AND MANAGEMENT
made pursuant to the Local Government Code of Accounting Practice
and Financial Reporting

The attached special purpose financial statements have been prepared in accordance with:

- the NSW Government Policy Statement, Application of National Competition Policy to Local Government
- the Division of Local Government Guidelines, Pricing & Costing for Council Businesses: A guide to Competitive Neutrality
- the Local Government Code of Accounting Practice and Financial Reporting

To the best of our knowledge and belief, these statements:

- presents fairly the operating result and financial position for each of Council's declared business activities for the year, and
- accords with Council's accounting and other records

We are not aware of any matter that would render the reports false or misleading in any way.

Signed in accordance with a resolution of Council made on 30 October 2018.

Councillor Jerome Laxale

Mayor

30/10/2018

Councillor Simon Zhou

Deputy Mayor

30/10/2018

George Dedes

General Manager

30/10/18

Christine Joyce

Responsible Accounting Officer

30/10/18

INCOME STATEMENT OF OTHER BUSINESS ACTIVITIES

	Ryde Aquatic Leisure Centre		Commercial Waste Management	
	(Category 1)		(Category 2)	
	2018	2017	2018	2017
	\$'000	\$'000	\$'000	\$'000
Income from continuing operations				
Annual Charges	-	-	-	-
User Charges	5,558	5,754	1,473	1,440
Other income	19	18	-	-
Total Income From Continuing Operations	5,577	5,772	1,473	1,440
Expenses from continuing operations				
Employee benefits and on costs	3,480	3,368	55	-
Materials and Contracts	548	597	344	387
Depreciation, amortisation and impairment	1,088	849	-	-
Calculated Taxation Equivalents	190	184	-	-
Other expenses	81	71	254	273
Total Expenses From Continuing Operations	5,387	5,069	653	660
Surplus (Deficit) from Continuing Operations before capital amounts	190	703	820	780
Surplus (Deficit) from Continuing Operations after capital amounts	190	703	820	780
Surplus (Deficit) from All Operations before Tax	190	703	820	780
Less Corporate Taxation Equivalent (30%) [based on Operating result before capital]	57	211	246	234
Surplus (Deficit) After Tax	133	492	574	546
Opening Retained profits	33,551	32,664	200	200
Adjustments for Amounts Unpaid:-				
Taxation Equivalent Payments	190	184	-	-
Corporate Taxation Equivalent	57	211	246	234
Less: TER Dividend payment (non restricted activities)	-	-	(246)	(234)
Less: Surplus Dividend payment (non restricted activities)	-	-	(574)	(546)
Closing Retained Profits	33,931	33,551	200	200
RETURN ON CAPITAL (%)	0.57%	2.03%	0.00%	0.00%
Required return on capital (%)	5.17%	5.61%	0.00%	0.00%
SUBSIDY FROM COUNCIL	1,549	1,240	-	-

Calculation of Dividend Payable

Surplus (Deficit) after tax	133	492	574	546
Less: Capital grants & contributions	-	-	-	-
Surplus for dividend calculation purposes	133	492	574	546
Dividend calculated from surplus	133	492	574	546

FINANCIAL POSITION OF OTHER BUSINESS ACTIVITIES

	Ryde Aquatic Leisure Centre		Commercial Waste Management	
	(Category 1)		(Category 2)	
	2018	2017	2018	2017
	\$'000	\$'000	\$'000	\$'000
CURRENT ASSETS				
Cash Asset and cash equivalents	1,296	1,207	-	-
Receivables	94	30	522	516
Inventories	12	12	-	-
Other	6,521	5,567	-	-
TOTAL CURRENT ASSETS	7,923	6,816	522	516
NON-CURRENT ASSETS				
Infrastructure, Property, Plant & Equipment	33,646	34,639	-	-
TOTAL NON-CURRENT ASSETS	33,646	34,639	-	-
TOTAL ASSETS	41,569	41,455	522	516
CURRENT LIABILITIES				
Payables	320	344	50	77
Income received in advance	363	335		
Interest Bearing Liabilities	300	285	211	190
Provisions	885	868	14	-
TOTAL CURRENT LIABILITIES	1,869	1,832	275	267
NON-CURRENT LIABILITIES				
Interest Bearing Liabilities	650	951	-	-
Provisions	11	12	47	49
TOTAL NON-CURRENT LIABILITIES	660	963	47	49
NET ASSETS	39,040	38,660	200	200
EQUITY				
Retained Earnings	33,931	33,551	200	200
Revaluation Reserves	5,109	5,109		
TOTAL EQUITY	39,040	38,660	200	200

NOTE 1 SIGNIFICANT ACCOUNTING POLICIES

A statement summarising the supplemental accounting policies adopted in the preparation of the Special Purpose Financial Report (SPFS) for National Competition Policy reporting purposes follows. These financial statements are a SPFS prepared for use by the Council and Office of Local Government. For the purposes of these statements, the Council is non-reporting not-for-profit entity.

The figures presented in the special purpose financial statements have been prepared in accordance with the recognition and measurement criteria of relevant Australian Accounting Standards, other authoritative pronouncements of the Australian Accounting Standards Board (AASB) and Australian Accounting Interpretations.

The disclosures in the special purpose financial statements have been prepared in accordance with the Local Government Act 1993 (NSW), the Local Government (General) Regulation 2005, and the Local Government Code of Accounting Practice and Financial Reporting.

The statements are also prepared on an accruals basis. They are based on historic costs and do not take into account changing money values or, except where specifically stated, current values of non-current assets. Certain taxes and other costs, appropriately described, have been imputed for the purposes of the National Competition Policy.

The Statement of Financial Position includes notional assets/liabilities receivable from/payable to Council's general fund. These balances reflect a notional intra-entity funding arrangement with the declared business activities.

National Competition Policy

Council has adopted the principle of 'competitive neutrality' to its business activities as part of the national competition policy which is being applied throughout Australia at all levels of government. The framework for its application is set out in the June 1996 Government Policy statement on the "Application of National Competition Policy to Local Government". The Pricing & Costing for Council Businesses - A Guide to Competitive Neutrality issued by the Office of Local Government in July 1997 has also been adopted.

The pricing & costing guidelines outline the process for identifying and allocating costs to activities and provide a standard of disclosure requirements. These disclosures are reflected in Council's pricing and/or financial reporting systems and include taxation equivalents, Council subsidies, and return on investments (rate of return and dividends paid).

Declared Business Activities

In accordance with Pricing & Costing for Council Businesses – A Guide to Competitive Neutrality, Council has declared that the following are to be considered as business activities:

Category 1

Name	Brief Description of Activity
Ryde Aquatic Leisure Centre	Provision of aquatic and dry court sports and leisure facilities

Category 2

Name	Brief Description of Activity
Commercial Waste Removal	Commercial waste collection, recycling and disposal.

Monetary Amounts

Amounts shown in the financial statements are in Australian dollars and are rounded to the nearest thousand dollars.

Taxation Equivalent Charges

Council is liable to pay various taxes and financial duties. Where this is the case, they are disclosed as a cost of operations just like all other costs. However, where Council does not pay some taxes which are generally paid by private sector businesses, such as income tax, these equivalent tax payments have been applied to all Council nominated business activities and are reflected in the special purpose financial statements. For the purposes of disclosing comparative information relevant to the private sector equivalent, the following taxation equivalents have been applied to all Council-nominated business activities (this does not include Council's non-business activities):

NOTE 1 SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Tax	Notional Rate Applied %
Corporate Tax Rate	30%
Land Tax	1.6% of the value in excess of \$629,000 but less than \$3,846,000. 2% of the value in excess of \$3,846,000
Payroll Tax	5.45% of total labour payments for the individual business activity in excess of \$750,000
Stamp Duty	Statutory rates as published by the Office of State Revenue.

Income Tax

An income tax equivalent has been applied on the profits of the business activities. Whilst income tax is not a specific cost for the purpose of pricing a good or service, it needs to be taken into account in terms of assessing the rate of return required on capital invested. Accordingly, the return on capital invested is set at a pre-tax level (gain/ (loss) from ordinary activities before capital amounts) as would be applied by a private sector competitor – that is, it should include a provision equivalent to the corporate income tax rate, currently 30%.

Income tax is only applied where a gain from ordinary activities before capital amounts has been achieved. Since the taxation equivalent is notional, that is, it is payable to the "Council" as the owner of business operations, it represents an internal payment and has no effect on the operations of the Council.

Accordingly, there is no need for disclosure of internal charges in the SPFS. The rate applied of 30% is the equivalent company tax rate prevalent as at balance date. No adjustments have been made for variations that have occurred during the year.

Local Government Rates & Charges

A calculation of the equivalent rates and charges for all Category 1 businesses has been applied to all assets owned, or exclusively used by the business activity.

Loan and Debt Guarantee Fees

The debt guarantee fee is designed to ensure that Council business activities face "true" commercial borrowing costs in line with private sector competitors. In order to calculate a debt guarantee fee, Council has determined what the differential borrowing rate would have been between the commercial rate and the council's borrowing rate for its business activities.

(i) Subsidies

Government policy requires that subsidies provided to customers, and the funding of those subsidies, must be explicitly disclosed. Subsidies occur where Council provides services on a less than cost recovery basis. This option is exercised on a range of services in order for Council to meet its community service obligations. The overall effect of subsidies is contained within the income statement of Business Activities.

(ii) Return on Investments (Rate of Return)

The NCP policy statement requires that Councils with Category 1 businesses "would be expected to generate a return on capital funds employed that is comparable to rates of return for private businesses operating in a similar field". Funds are subsequently available for meeting commitments or financing future investment strategies. The rate of return is disclosed for each of Council's business activities on the Income Statement.

(iii) Dividends

Council is not required to pay dividends to either itself as owner of a range of businesses, or to any external entities.

END OF AUDITED SPECIAL PURPOSE FINANCIAL STATEMENTS



INDEPENDENT AUDITOR'S REPORT

Report on the special purpose financial report

Council of the City of Ryde

To the Councillors of the Council of the City of Ryde

Opinion

I have audited the accompanying special purpose financial report (the financial report) of the Council of the City of Ryde's (the Council) Declared Business Activities, which comprise the Income Statement of each Declared Business Activity for the year ended 30 June 2018, the Statement of Financial Position of each Declared Business Activity as at 30 June 2018, notes comprising a summary of Significant accounting policies and other explanatory information for the Business Activities declared by Council, and the Statement by Councillors and Management.

The Declared Business Activities of the Council are:

- Ryde Aquatic Leisure Centre
- Commercial Waste Management.

In my opinion, the financial report presents fairly, in all material respects, the financial position of the Council's declared Business Activities as at 30 June 2018, and its financial performance for the year then ended, in accordance with the Australian Accounting Standards described in Note 1 and the Local Government Code of Accounting Practice and Financial Reporting (LG Code).

My opinion should be read in conjunction with the rest of this report and the Emphasis of Matter referring to the basis of accounting.

Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under the standards are described in the 'Auditor's Responsibilities for the Audit of the Financial Report' section of my report.

I am independent of the Council in accordance with the requirements of the:

- Australian Auditing Standards
- Accounting Professional and Ethical Standards Board's APES 110 'Code of Ethics for Professional Accountants' (APES 110).

I have fulfilled my other ethical responsibilities in accordance with APES 110.

Parliament promotes independence by ensuring the Auditor-General and the Audit Office of New South Wales are not compromised in their roles by:

- providing that only Parliament, and not the executive government, can remove an Auditor-General
- mandating the Auditor-General as the auditor of councils
- precluding the Auditor-General from providing non-audit services.

I believe the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Emphasis of Matter - Basis of Accounting

Without modifying my opinion, I draw attention to Note 1 to the financial report which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the Council's financial reporting responsibilities under the LG Code. As a result, the financial report may not be suitable for another purpose.

Other Information

Other information comprises the information included in the Council's annual report for the year ended 30 June 2018, other than the financial report and my Independent Auditor's Report thereon. The Councillors are responsible for the other information. At the date of this Independent Auditor's Report, the other information I have received comprise the general purpose financial statements and Special Schedules (the Schedules).

My opinion on the financial report does not cover the other information. Accordingly, I do not express any form of assurance conclusion on the other information. However, as required by the *Local Government Act 1993*, I have separately expressed an opinion on the general purpose financial statements and Special Schedule 2 - Permissible income for general rates.

In connection with my audit of the financial report, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or my knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work I have performed, I conclude there is a material misstatement of the other information, I must report that fact.

I have nothing to report in this regard.

The Councillors' Responsibilities for the Financial Report

The Councillors are responsible for the preparation and fair presentation of the financial report and for determining that the accounting policies, described in Note 1 to the financial report, are appropriate to meet the requirements in the LG Code. The Councillors' responsibility also includes such internal control as the Councillors determine is necessary to enable the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Councillors are responsible for assessing the Council's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting, unless it is not appropriate to do so.

Auditor's Responsibilities for the Audit of the Financial Report

My objectives are to:

- obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error
- issue an Independent Auditor's Report including my opinion.

Reasonable assurance is a high level of assurance, but does not guarantee an audit conducted in accordance with Australian Auditing Standards will always detect material misstatements. Misstatements can arise from fraud or error. Misstatements are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions users take based on the financial report.

A description of my responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: www.auasb.gov.au/auditors_responsibilities/ar4.pdf. The description forms part of my auditor's report.

My opinion does not provide assurance:

- that the Council carried out its activities effectively, efficiently and economically
- about the security and controls over the electronic publication of the audited financial report on any website where it may be presented
- about any other information which may have been hyperlinked to/from the financial report.



Somaiya Ahmed
Director, Financial Audit Services

31 October 2018
SYDNEY

 City of Ryde

Lifestyle and opportunity @ your doorstep



Special Schedules

Year Ended 30 June 2018

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SPECIAL SCHEDULE 1 - NET COST OF SERVICES

Function or Activity	Expenses from continuing operations	Income from continuing operations (non-capital)	Income from continuing operations (capital)	Net cost of services
	\$'000	\$'000	\$'000	\$'000
Governance	3,751	27		(3,724)
Administration	20,845	2,737	10	(18,098)
Public Order & Safety				
Fire Service Levy, Fire Protection, Emergency Services	2,433	23		(2,410)
Animal Control	323	92		(231)
Enforcement of Local Govt Regs	968	4,164		3,196
Other Public Order & Safety	1,946	4,251		2,305
Total Public Order & Safety	5,670	8,530		2,860
Health	745	429		(316)
Environment				
Noxious Plants and Insect/Vermin Control	118			(118)
Other Environment Protection	552	9		(543)
Solid Waste Management	18,673	22,813		4,140
Stormwater Management	3,844	1,141	1,002	(1,701)
Total Environment	23,187	23,963	1,002	1,778
Community Services & Education				
Administration & Education	804	43		(761)
Social Protection (Welfare)	2,217	798		(1,419)
Aged Persons and Disabled	428	493		65
Children's Services	334	47		(287)
Total Community Services & Education	3,783	1,381		(2,402)
Housing & Community Amenities				
Public Conveniences	1,140	260		(880)
Street Lighting	2,221	383		(1,838)
Town Planning	7,433	13,438	15	6,020
Other Community Amenities	13	268		255
Total Housing & Community Amenities	10,807	14,349	15	3,557
Recreation & Culture				
Public Libraries	5,919	1,126		(4,793)
Community Centres and Halls	1,398	310		(1,088)
Other Cultural Services	650	235		(415)
Sporting Grounds and Venues	736	875	48	187
Swimming Pools	6,561	5,835		(726)
Parks & Gardens (Lakes)	8,947	8		(8,939)
Other Sport & Recreation	212	80		(132)
Total Recreation & Culture	24,423	8,469	48	(15,906)

SPECIAL SCHEDULE 1 - NET COST OF SERVICES (CONTINUED)

Function or Activity	Expenses from continuing operations	Income from continuing operations (non-capital)	Income from continuing operations (capital)	Net cost of services
	\$'000	\$'000	\$'000	\$'000
Mining, Manufacturing & Construction				
Building Control	598	177		(421)
Total Mining, Manufacturing & Construction	598	177		(421)
Transport & Communication				
Urban Roads : Local	26,693	3,940	27,313	4,560
Bridges on Urban Roads : Local	64			(64)
Footpaths	1,718			(1,718)
Parking Areas	227			(227)
Other	300	205	60	(35)
Total Transport & Communication	29,002	4,145	27,373	2,516
Economic Affairs				
Other Economic Affairs	1,232	2,125		893
Total Economic Affairs	1,232	2,125		893
TOTALS - FUNCTIONS	124,043	66,332	28,448	(29,263)
GENERAL PURPOSE REVENUES ⁽¹⁾		61,495		61,495
SURPLUS/(DEFICIT) FROM ORDINARY ACTIVITIES BEFORE EXTRAORDINARY ITEMS ⁽²⁾	124,043	127,827	28,448	32,232
SURPLUS/(DEFICIT) FROM ALL ACTIVITIES ⁽²⁾	124,043	127,827	28,448	32,232

NOTE : 1 The definition of general purpose income for the purposes of disclosure in Note 2(a) is the aggregation of specific income items disclosed in Note 3 of the GPFS: ordinary rates; general purpose untied grants; interest on overdue rates and annual charges, internally restricted assets, and general council cash and investments and ex gratia rates.

2. As reported on the Income Statement

SPECIAL SCHEDULE 2 - PERMISSIBLE INCOME FOR GENERAL RATES

	2017/2018 Calculation \$'000	2018/2019 Calculation \$'000
Notional General Income Calculation ⁽¹⁾		
Last Year Notional General Income Yield	57,941	63,151
Plus or minus Adjustments ⁽²⁾	1,358	560
Notional General Income	<u>59,299</u>	<u>63,711</u>
 Permissible Income Calculation		
Special variation percentage ⁽³⁾	7.00%	7.29%
OR Rate peg percentage	1.50%	2.30%
OR Crown land adjustment incl. rate peg percentage	-	-
Less expiring special variation amount	-	-
Plus special variation amount	4,151	4,645
OR Plus rate peg amount	-	-
OR Plus crown land adjustment and rate peg amount	-	-
Sub-total	<u>63,450</u>	<u>68,355</u>
Plus or minus last year's Carry Forward Total	3	331
Less Valuation Objections claimed in the previous year	-	-33
Sub-total	<u>298</u>	<u>298</u>
Total Permissible income	<u>63,449</u>	<u>68,653</u>
Less Notional General Income Yield	63,151	68,467
Catch-up or (excess) result	<u>298</u>	<u>187</u>
Plus Income lost due to valuation objections claimed ⁽⁴⁾	33	-
Less Unused catch-up ⁽⁵⁾	-	-
Carry forward to next year	<u>331</u>	<u>187</u>

Notes

- (1) The Notional General Income will not reconcile with rate income in the financial statements in the corresponding year. The statements are reported on an accrual accounting basis which include amounts that relate to prior years' rates income.
- (2) Adjustments account for changes in the number of assessments and any increase or decrease in land value occurring during the year. The adjustments are called in the Valuation of Land Act 1916. "supplementary valuations" as defined in the Valuation of Land
- (3) The Special Variation Percentage is inclusive of the Rate Peg percentage and where applicable crown land
- (4) Valuation objections are unexpected changes in land values as a result of land owners successfully objecting to the land value issued by the Valuer-General. Councils can claim the value of the income lost due to valuation objections in any single year.
- (5) Unused catch-up amounts will be deducted if they are not caught up within 2 years. Usually councils will have a nominal carry forward figure. These amounts can be adjusted for in setting the rates in a future year.



INDEPENDENT AUDITOR'S REPORT

Special Schedule 2 - Permissible Income for general rates

Council of the City of Ryde

To the Councillors of the Council of the City of Ryde

Opinion

I have audited the accompanying Special Schedule 2 – Permissible Income for general rates (the Schedule) of the Council of the City of Ryde (the Council) for the year ending 30 June 2019.

In my opinion, the Schedule of the Council for the year ending 30 June 2019 is prepared, in all material respects in accordance with the requirements of the Local Government Code of Accounting Practice and Financial Reporting (LG Code) issued by the Office of Local Government (OLG), and is in accordance with the books and records of the Council.

My opinion should be read in conjunction with the rest of this report and the Emphasis of Matter referring to the basis of accounting.

Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under the standards are described in the 'Auditor's Responsibilities for the Audit of the Schedule' section of my report.

I am independent of the Council in accordance with the requirements of the:

- Australian Auditing Standards
- Accounting Professional and Ethical Standards Board's APES 110 'Code of Ethics for Professional Accountants' (APES 110).

I have fulfilled my other ethical responsibilities in accordance with APES 110.

Parliament promotes independence by ensuring the Auditor-General and the Audit Office of New South Wales are not compromised in their roles by:

- providing that only Parliament, and not the executive government, can remove an Auditor-General
- mandating the Auditor-General as auditor of councils
- precluding the Auditor-General from providing non-audit services.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Emphasis of Matter – Basis of Accounting

Without modifying my opinion, I draw attention to the special purpose framework used to prepare the Schedule. The Schedule had been prepared for the purpose of fulfilling the Council's reporting obligations under the LG Code. As a result, the Schedule may not be suitable for another purpose.

Other Information

Other information comprises the information included in the Council's annual report for the year ended 30 June 2018, other than the Schedule and my Independent Auditor's Report thereon. The Councillors are responsible for the other information. At the date of this Independent Auditor's Report, the other information I have received comprise the general purpose financial statements, special purpose financial statements and the Special Schedules excluding Special Schedule 2 (the other Schedules).

My opinion on the Schedule does not cover the other information. Accordingly, I do not express any form of assurance conclusion on the other information. However, as required by the *Local Government Act 1993*, I have separately expressed an opinion on the general purpose financial statements and the special purpose financial statements.

In connection with my audit of the Schedule, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Schedule or my knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work I have performed, I conclude there is a material misstatement of the other information, I must report that fact.

I have nothing to report in this regard.

The Councillors' Responsibilities for the Schedule

The Councillors are responsible for the preparation of the Schedule in accordance with the LG Code. The Councillors' responsibility also includes such internal control as the Councillors determine is necessary to enable the preparation of the Schedule that is free from material misstatement, whether due to fraud or error.

In preparing the Schedule, the Councillors are responsible for assessing the Council's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting, unless it is not appropriate to do so.

Auditor's Responsibilities for the Audit of the Schedule

My objectives are to:

- obtain reasonable assurance whether the Schedule as a whole is free from material misstatement, whether due to fraud or error
- issue an Independent Auditor's Report including my opinion.

Reasonable assurance is a high level of assurance, but does not guarantee an audit conducted in accordance with Australian Auditing Standards will always detect material misstatements. Misstatements can arise from fraud or error. Misstatements are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions users take based on the Schedule.

A description of my responsibilities for the audit of the Schedule is located at the Auditing and Assurance Standards Board website at: www.auasb.gov.au/auditors_responsibilities/ar8.pdf. The description forms part of my auditor's report.

My opinion does *not* provide assurance:

- that the Council carried out its activities effectively, efficiently and economically
- about the security and controls over the electronic publication of the audited Schedule on any website where it may be presented
- about any other information which may have been hyperlinked to/from the Schedule.



Somaiya Ahmed
Director, Financial Audit Services

31 October 2018
SYDNEY

SPECIAL SCHEDULE 7 - REPORT ON INFRASTRUCTURE ASSETS

Asset Class	Asset Category	Estimated Cost to bring to a satisfactory standard (overdue renewals)	Required Annual Maintenance Expense	Current Annual Maintenance	Net Carrying Amount	Gross Replacement Cost (GRC)	Assets in Condition as a % of Gross Replacement Cost							
							\$'000	\$'000	\$'000	\$'000	\$'000	1	2	3
Buildings	Council Offices/ Administration Centres	-	3,156	2,767	-	17,774			100.00%					
	Council Works Depot	-	382	359	2,118	9,141	19.70%	80.30%						
	Council Public Halls	-	-	-	807	9,904	0.00%	12.20%	87.80%					
	Libraries	-	714	595	4,934	9,280		100.00%						
	Cultural Facilities	-	826	868	8,027	19,819	35.24%	50.04%	14.71%					
	Amenities/Toilets	61	457	486	10,133	20,094	12.55%	62.16%	20.61%	4.37%	0.30%			
	Other Buildings	0	1,537	1,477	26,318	39,922	65.14%	11.90%	2.29%	13.11%	7.55%			
	Specialised Buildings	-	-	-	38,988	53,168		100.00%						
	Sub total	61	7,072	6,551	91,325	179,102								
Other Structures	Other Structures	2,585	6,797	6,058	80,714	98,464	31.09%	26.42%	30.20%	9.66%	2.63%			
	Sub total	2,585	6,797	6,058	80,714	98,464								
Roads	Sealed Roads Surface	8,098	373	330	221,347	301,237	26.44%	49.79%	15.20%	5.88%	2.69%			
	Bridges	0	52	20	2,405	4,129	12.72%	59.31%	27.98%	0.00%	0.00%			
	Footpaths	97	1,340	1,173	51,478	62,479	10.97%	79.26%	6.97%	2.65%	0.15%			
	Cycle ways	-	80	112	-	-								
	Kerb and Gutter	49	1,415	1,385	88,225	102,816	1.76%	81.89%	14.20%	2.10%	0.05%			
	Other Road Assets	1,392	1,804	1,905	3,295	7,157	9.43%	32.22%	19.33%	19.57%	19.45%			
	Sub total	9,635	5,065	4,925	366,749	477,818								
Stormwater Drainage	Retarding Basins	0	-	-	932	1,064	9.57%	90.43%	0.00%	0.00%	0.00%			
	Stormwater Conduits	817	187	175	146,267	183,974	7.88%	72.28%	16.04%	3.35%	0.44%			
	Inlet and Junction Pits	103	-	-	45,164	66,917	6.98%	50.84%	38.27%	3.76%	0.15%			
	Other	0	-	-	8,499	14,795	13.55%	24.65%	45.24%	16.56%	0.00%			
	Sub total	920	187	175	200,862	266,750								
Open Space/Recreational Assets	Swimming Pools	-	1,517	1,483	-	-								
	Other Open Space/ Recreational Assets	-	-	-	-	-								
	Sub total	-	1,517	1,483	-	-								
Other Infrastructure Assets		-	-	-	-	-								
	Sub total	-	-	-	-	-								
Total classes	Total – all assets	13,201	20,638	19,191	739,651	1,022,135	17.48%	57.16%	18.91%	4.86%	1.59%			

Notes:

Satisfactory condition refers to an asset that is not due for renewal, where a condition rating scale from 1 (Very Good Condition) to 5 (Asset Unserviceable) is utilised (Source: International Infrastructure Management Manual 2006). It does not include any planned 'enhancements' to the asset. Condition 5 assets are taken as being overdue for renewal, as the end of Condition 4 is the intervention point, useful life of the asset, at which time it should be renewed or disposed of.

Condition Rating	Condition Description
1	new or equivalent
2	good condition without visible blemishes or deterioration
3	usable & safe condition, with visible signs of wear or deterioration, e.g. cracks in footpaths
4	usable condition with defects that interfere with use or reduce asset life e.g. extensive road cracking. At the end of Condition 4, the asset will be due for renewal or disposal.
5	requires major repairs or is not suitable to remain in use due to a significant safety hazard, i.e. it is overdue for renewal.

For condition 5 assets that remain in service, there is a low residual life 5%, but indefinite RUL (remaining useful life)

The backlog refers to asset renewals that have been deferred due to insufficient funds. Any asset in condition 5 is considered to have been deferred and overdue for renewal and therefore part of the backlog.

Current Annual Maintenance, included in the table above, includes maintenance and operating costs, excluding depreciation, as the differentiation and tracking of costs has not been previously done and there is insufficient information to estimate this. Required Annual Maintenance is what should be spent to maintain and operate assets in a satisfactory standard that are already in satisfactory standard.

In assessing the condition of the building assets, an overall condition rating is applied to the building. When a building is noted as satisfactory, this should be interpreted that the majority of assets within the building (i.e. building components) are in a satisfactory condition. However there may be individual assets within the building that may be in an unsatisfactory condition.

***Buildings**

In June 2017, Council resolved that Denistone East Bowling Club would become a passive and active recreation space. Subsequently, no renewal will occur for the component in Condition 5 for Other Buildings.

****Public Roads**

Included within the "Public Roads" group of assets is Urban Roads, Footpaths, and Kerb and Gutter

Urban Roads

Council has adopted the use of a Pavement Management System (PMS) and condition data has been collected since 1991. The current replacement cost of the road assets is \$301M.

Footpaths

Council's footpath network has a current replacement value of \$62M. Council has designed and implemented a Footpath Management System, where every footpath is inspected and rated on a 1 to 5 rating basis.

Kerb & Gutter

Council manages kerb & gutter as part of the pavement management system, with condition rating done in conjunction with pavements. The current replacement value is \$103M.

Bridges

The current replacement cost of bridges is \$4M.

Infrastructure Asset Performance Indicators – Consolidated

	Amounts \$'000	Current year	2017	2016	2015	Benchmark
Buildings Infrastructure Renewals Ratio						
Asset Renewals (building, infrastructure & other structures)	\$23,545	181%	194%	134%	89%	>100%
Depreciation, amortisation and impairment	\$13,024					
Infrastructure backlog ratio (WDV)						
Estimated cost to bring assets to a satisfactory condition (overdue renewals)	\$13,201	1.8%	2.7%	3.4%	3%	< 2%
Net carrying amount of infrastructure assets	\$739,651					
Asset maintenance ratio						
Actual asset maintenance	\$19,191	93%	93%	88%	108%	>100%
Required asset maintenance	\$20,638					
Cost to bring assets to agreed service level						
Estimated cost to bring assets to a satisfactory condition (overdue renewals)	\$13,201	1.3%	2.0%	2.5%	3%	< 2%
Total value of infrastructure, building, other structures and depreciable land improvement assets (GBV)	\$1,022,135					

**ATTACHMENTS FOR: AGENDA NO. 15/18
COUNCIL MEETING**

Meeting Date: Tuesday 27 November 2018
Location: Council Chambers, Level 1A, 1 Pope Street, Ryde
Time: 7.00pm

ATTACHMENTS FOR COUNCIL MEETING

Item

**9 SEPTEMBER QUARTERLY REVIEW REPORT - FOUR YEAR
DELIVERY PLAN 2018-2022 AND 2018/2019 OPERATIONAL PLAN**

Attachment 1 Quarterly Review Report for Quarter 1 - July to
September 2018



CITY OF RYDE

QUARTERLY REVIEW REPORT

First QUARTER 2018/19

July – September 2018

General Manager

This September Quarterly Review reports on the progress towards the achievement of the City of Ryde's Delivery Plan 2018-2022 including the 2018/19 One Year Operational Plan. Council monitors the progress of the Operational Plan on a quarterly basis, with the report highlighting Council's performance against key indicators and the planned projects.

Council remains in a sound financial position. As the result of September Quarterly Review, the forecast working capital as at 30 June 2018 is \$5.01 million. This level of working capital is currently adequate.

In total there are 120 Capital and Non Capital projects planned for 2018/19. The majority of these projects (102) have commenced, or are continuing from the previous financial year. 12 are in forward planning and 2 are not started yet. The West Ryde Community Centre Solar Project is noted as "at risk" pending the outcome of a feasibility and Return On Investment review examining how safe access to the building's roof will occur post installation. Solutions could potentially significantly impact the economic viability of the project. A further two projects require attention. A total of 47 projects carried over funds into 2018/19, including some noted as completed or on track.

The See Street Traffic Facilities Expansion project is recommended for deferral due to the announcement of a new State Government initiative to create an education precinct at Meadowbank TAFE means that it will not be possible to determine the scope for the project until the initiative is completed.

All Departments performed well in delivering their Corporate Performance Indicator targets. The majority of corporate indicators are on track and achieved their targets during the quarter. This included responding to almost 17,800 customer requests and items of correspondence. Income and expenditure results are also within target projections.

There were a total of 180 days lost to injuries during the Quarter. This is a significant increase compared to the first quarter of 2017/18 (55.5 days) and has occurred because of two ongoing complicated open claims that accounted for 74% of the total lost time for 2017/18. All 11 Audit Recommendations scheduled to be completed during the quarter were completed.

The following financial summary is provided on the key components of Council's Operational Plan 2018/19 and is supported by detailed information in the appendices and a separate financial report.

Quarterly Review Report 1 July – 30 September 2018

Highlights

September Quarterly Review

- Council's available Working Capital is projected to be maintained at \$5.01million as at 30 June 2019.
- In the adopted 4 Year Delivery Plan and 1 Year Operational Plan 2018/2019, Council's forecasted available Working Capital position was \$4.61 million at 30th June 2018, this will now be revised up to \$5.01 million as at 30 June 2019.
- Overall, Council's financial position continues to be sound.

2018/19	Original Budget 2018/19 (\$'000)	Carryover Budget 2018/19 (\$'000)	Previously Approved Changes (\$'000)	Revised Budget (\$'000)	Proposed Changes (\$'000)	Projected Budget (\$'000)	Actual YTD (\$'000)	Budget YTD (\$'000)	% Variance
Base									
Income	-130,074			-130,074	1,293	-128,781	-98,540	-96,545	2.1%
Expenditure	98,933			98,933	447	99,379	15,153	22,784	-33.5%
Total Base	-31,142			-31,142	1,740	-29,402	-83,387	-73,761	13.1%
Non-Capital									
Income	-259	-35		-294	-15	-309	-265	-100	165.5%
Expenditure	3,676	981		4,657	-11	4,646	599	1,868	-67.9%
Total Non-capital	3,417	947		4,364	-26	4,337	334	1,768	-81.1%
Capital									
Income	(20,780)	(55)		(20,835)	(4,191)	(25,026)	(15,430)	(5,168)	198.6%
Expenditure	44,639	15,178		59,817	4,121	63,938	12,077	26,271	-54.0%
Total Capital	23,859	15,123		38,982	-70	38,913	-3,353	21,103	-115.9%
Transfers from reserves	-72,469	-16,042		-88,511	-3,552	-92,063	-50	-16,217	-99.7%
Transfers to Reserves	77,284	-28		77,256	1,908	79,164		-28	-100.0%
Total Reserve Movements	4,815	-16,070		-11,255	-1,644	-12,899	-50	-16,244	-99.7%
Net Result Excluding Reserves	-3,866	16,070		12,204	1,644	13,848	-86,406	-50,889	69.8%
Book Value of Assets	-1,200			-1,200		-1,200	-466	-300	
Advances									
Loan Proceeds	-700			-700		-700		-175	-100.0%
Loan Repayments	951			951		951	263	238	10.6%
Total Other Items	-949			-949		-949	-203	-237	-14.5%
Net Result	0	0		0	0	0	-86,658	-67,370	29%

Quarterly Review Report 1 July – 30 September 2018

Financial Position – September Quarterly Review

Following this quarter's budget review as stated, Council's financial position has improved with a net increase of \$2.48 million in Council's Operating Surplus. A majority of this increase will be \$2.39 million for NSW State Government grant and \$1.23 million RMS grant received in relation to Capital Projects.

Council's available Working Capital has maintained at \$5.01 million.

The Capital Works Program, YTD, is at approximately 18.89% net financially, excluding contributed assets.

Operating expenses, YTD, are within 36.10% (favourable) of the budgeted amounts.

Operating Income (Base Budget and Non-Capital & Capital Income) is projected to increase by \$2.91 million (1.93%) and Operating Expenses are projected to increase by \$0.44 million (0.42%). This is an excellent result given the tight revenue base from which we are operating.

Council had budgeted to undertake \$59.82 million of capital works. This is projected to increase by \$4.12 million, resulting in a revised total capital works budget of \$63.94 million.

Base Budget

Base Budget Income is projected to reduce by \$1.29 million to \$128.78 million, while Base Budget Expenses are projected to increase by \$0.45 million to \$99.38 million, giving a net projected reduction in the Base Budget Surplus of \$1.74 million (-5.59%).

Non-Capital Budget

Non-Capital Expenses are projected to decrease by \$0.01 million to \$4.65 million, giving a net projected reduction in net Non-Capital Expenditure of \$0.03 million (-0.24%).

Capital Budget

Capital Income is projected to increase by \$4.19 million to \$25.03 million, while Capital Expenses are projected to increase by \$4.12 million to \$63.94 million, giving a net projected decrease in net Capital Expenditure of \$0.07 million (-0.18%).

Reserve Movements

The net movement of Reserves was budgeted to be a net transfer from reserves of \$11.26 million for works carried over plus funding other works. This is projected to have a net increase of \$1.64 million from reserves to a total of \$12.90 million transfer from reserves.

Quarterly Review Report 1 July – 30 September 2018

Summary by Program – Net Financial Result

Period ended September 2018	Original Budget 2018/19 (\$'000)	Revised Budget (\$'000)	Proposed Changes (\$'000)	Projected Budget (\$'000)	Actual YTD (\$'000)	Budget YTD (\$'000)	% Variance
Strategic City program	173	173	14	187	206	215	-4%
Organisational Development program	323	323	4	327	101	116	-13%
Risk Management program	3,192	3,192	67	3,258	1,013	1,068	-5%
Community and Cultural program	3,195	3,195	-28	3,167	396	882	-55%
Customer and Community Relations program	3,783	3,783	-120	3,663	754	970	-22%
Open Space, Sport & Recreation program	9,083	9,083	57	9,139	2,678	4,789	-44%
Centres and Neighbourhood program	3,082	3,082	167	3,249	1,151	1,840	-37%
Library program	4,759	4,759	-26	4,733	1,146	1,599	-28%
Internal Corporate Services program	-35,721	-35,721	115	-35,606	-72,578	-70,288	3%
Governance and Civic program	4,272	4,272	18	4,290	568	1,353	-58%
Land Use Planning program	1,371	1,371	20	1,391	-12,114	-4,562	166%
Regulatory program	-1,544	-1,544	-105	-1,649	-611	-99	515%
Economic Development program	189	189		189	68	68	0%
Catchment program	2,295	2,295	203	2,498	1,954	1,778	10%
Environmental program	635	635	18	653	195	173	13%
Traffic & Transport program	1,312	1,312	-60	1,252	785	643	22%
Waste and Recycling program	-965	-965		-965	-18,876	-13,999	35%
Property Portfolio program	1,381	1,381	-225	1,156	928	1,547	-40%
Roads program	476	476	-117	359	3,492	3,431	2%
Foreshore program	82	82		82	881	134	559%
Paths and Cycleways program	-1,372	-1,372		-1,372	1,203	971	24%
GRAND TOTAL NET RESULT	0	0	0	0	-86,658	-67,370	29%

Corporate Indicator Results - Quarter 1 2018-19

Insights



Customer

90% of almost 10,045 customer requests and 88% of 7,652 correspondence actions were actioned within required timeframes.



Financials and Projects

Income and Expenditure – Consistent with last year’s Q1 result.

Projects – Total of 120 projects. The West Ryde Community Centre Solar Project is risk due to factors that could potentially significantly alter the cost and payback for the project. See Street Traffic Facilities Expansion is deferred pending announcement by the NSW government of creation of an education precinct which will result in significant changes in the area.



Organisation

Staff with Excess Annual Leave – Plans have been put in place for staff with excess leave to reduce their balances below levels required by their respective awards.

Audit Recommendations – All 11 recommendations due in the quarter were completed on time.



Great places, vibrant neighbourhoods

Centres are the focus of vibrant communities
Places are designed for people

Collaborative development

People are at the heart of planning and influence how
the city grows and changes

Sustainable design

Neighbourhoods support sustainable growth.
Developments add to the character of their
neighbourhoods

Summary

All projects are progressing as planned.

Total approved development value for the first quarter of the 2018/19 year is lower than for Q1 in 2017/18, but similar to that approved in Q1 2016/17.

2018/19 (\$'000)	Revised Budget	Proposed Changes	Projected Budget	Actual YTD	Budget YTD	% Variance
Base						
Income	-5,187	-82	-5,269	-1,584	-1,284	23.3%
Expenditure	10,277	-3	10,274	2,519	2,684	-6.1%
Total Base	5,090	-85	5,004	935	1,400	-33.2%
Non-Capital						
Income				-250		
Expenditure	924	70	994	22	470	-95.4%
Total Non-Capital	924	70	994	-228	470	-148.5%
Capital						
Income		-282	-282	-282		
Expenditure	1,125		1,125	158	345	-54.2%
Total Capital	1,125	-282	843	-124	345	-136.0%
Transfers from reserves	-1,998	-70	-2,068	-14	-404	-96.6%
Transfers to Reserves	30	282	312			
Total Reserve Movements	-1,968	212	-1,756	-14	-404	-96.6%
Book Value of Assets						
Advances						
Loan Proceeds						
Loan Repayments						
Total Loan Proceeds						
Net Result for Outcome	5,171	-85	5,086	569	1,811	-68.6%

Outcome: Our Vibrant and Liveable City

Performance Indicators 2018/19

Measure	Program	Target	Result	Status	Comments
Mean gross assessment time (in days)	Regulatory Program	<= 95	98	Off Track	
Mean gross determination time – commercial, retail, office	Regulatory Program	<= 91	91	On Track	
Mean gross determination time – residential alts and adds	Regulatory Program	<= 77	77	On Track	
Mean gross determination time – single new dwellings	Regulatory Program	<= 105	102	On Track	
Total approved development value (in millions)	Regulatory Program	>= 0	216.70	On Track	This is lower than Q1 2017/2018 but similar to Q1 2016/2017

Operational plan projects for 2018/19

Centres and Neighbourhoods Program	Time	Cost	Scope	Delivery date	Status	Approved budget	YTD Actual	Comments
Night Time Economy Implementation (Stage 1)	On Track	On Track	On Track	30/06/2019	On Track	\$285,346	\$15,198	Project to be integrated with Public Domain upgrades to deliver lighting at Town and Neighbourhood Centres (West Ryde and Pittwater Rd Gladesville) to support the businesses trading after dark and improve pedestrian safety
Neighbourhood Centre Renewal	On Track	On Track	On Track	31/05/2019	On Track	\$949,759	\$144,251	Tenders held Q1.
Land Use Planning program								
Purchase Aerial Photography for LGA	On Track	On Track	On Track	31/05/2019	On Track	\$25,000		Agency staff selected to assist with implementation will commence in Q2.
LEP Review Project	On Track	On Track	On Track	30/06/2020	On Track	\$270,000		LEP Health Check on track for completion in October as scheduled.
Ryde Heritage Study Update	On Track	On Track	On Track	30/06/2019	On Track	\$80,000		Tender held Q1.
Open Space, Sport & Recreation program								
Denistone East Bowling Club - Future Use	On Track	On Track	On Track	15/06/2019	Forward Planning	\$13,900		Design currently underway, Community Consultation to occur in Q2.
Street Tree Planting Program	On Track	On Track	On Track	30/06/2019	On Track	\$90,000	\$13,527	
Integrated Open Space Plan	On Track	On Track	On Track	30/06/2019	Not Started	\$50,000		Scheduled to commence Q3
Open Space Master Plans	On Track	On Track	On Track	30/06/2019	On Track	\$200,000	\$6,563	Gannan Park Completed, ELS Hall Park due to be completed Q3, Meadowbank Park Q4, Blenheim Park Q4, Tennis Facilities Audit completed, Review of Children's Play Plan underway.



Our active and healthy city



Enhanced Recreational Spaces

Providing opportunities and choice for recreation and active learning and living

Well Targeted Services

Strengthening community life, connectedness and wellbeing

Summary

All projects are progressing as planned.

2018/19 (\$'000)	Revised Budget	Proposed Changes	Projected Budget	Actual YTD	Budget YTD	% Variance
Base						
Income	-8,716	5	-8,710	-1,392	-2,360	-41.0%
Expenditure	17,367	41	17,408	3,752	4,382	-14.4%
Total Base	8,651	47	8,698	2,360	2,022	16.7%
Non-Capital						
Income						
Expenditure	292	60	352	43	161	-73.2%
Total Non-Capital	292	60	352	43	161	-73.2%
Capital						
Income	-450	-2,498	-2,948	-2,498	-112	2120.1%
Expenditure	19,832	1,659	21,491	2,621	11,181	-76.6%
Total Capital	19,382	-839	18,543	123	11,068	-98.9%
Transfers from reserves	-23,802	-671	-24,473		-8,306	-100.0%
Transfers to Reserves	4,811	1,450	6,261			
Total Reserve Movements	-18,991	779	-18,213		-8,306	-100.0%
Book Value of Assets						
Advances						
Loan Proceeds						
Loan Repayments	289		289	107	72	48.4%
Total Loan Proceeds	289		289	107	72	48.4%
Net Result for Outcome	9,623	47	9,669	2,634	5,017	-47.5%

Outcome: Our healthy and active city

Performance Indicators 2018/19

Measure	Program	Target	Result	Status	Comments
Number of visits to the libraries	Library Program	>= 970,000	270,507	On Track	
Number of participants in organised sport on Council's active Open space areas	Open space, sport and recreation program	> 500,000	136,000	On Track	
Number of visitors to RALC	Open space, sport and recreation program	>= 750,000	158,186	On Track	
Number of visits to the libraries	Library Program	>= 970,000	270,507	On Track	

Operational plan projects for 2018/19

Community and Cultural program	Time	Cost	Scope	Delivery date	Status	Approved budget	YTD Actual	Comments
Community Buildings Renewal	On Track	On Track	On Track	30/06/2019	On Track	\$407,620	\$62,733	
Library program								
Digital enhancement for Libraries	On Track	On Track	On Track	28/06/2019	On Track	\$25,000		Works scheduled Q3 and Q4
Community Buildings Renewals - Libraries	On Track	On Track	On Track	31/05/2019	On Track	\$277,649	\$47,536	Projects at West Ryde and Eastwood Libraries are substantially underway with works scheduled in Q2. Project at North Ryde Library is scheduled for Q3 and Q4.
Open Space, Sport & Recreation program	Time	Cost	Scope	Delivery date	Status	Approved budget	YTD Actual	Comments
Construction of Skate Facilities within City of Ryde	On Track	On Track	On Track	31/03/2019	On Track	\$2,642,727	\$789,596	Construction underway scheduled to be completed end Q3.
Macquarie Park, Waterloo Rd	On Track	On Track	On Track	30/06/2020	On Track	\$6,000,000		Project Brief finalised. Project Team proposal with Government Property NSW, Council and John Hollands Group to progress delivery of Park.
Synthetic Playing Surfaces Expansion	On Track	On Track	On Track	28/09/2018	On Track	\$236,692	\$44,689	Works to construct Shelter scheduled to be completed Q2
Sportsfield Floodlighting Expansion	On Track	Action Required	On Track	28/02/2019	On Track	\$304,583	\$52,177	Contaminated material identified at Meadowbank Park Field 9 project, additional funding sought through QBR 1 adjustment.
Passive Parks Expansion and Improvement	On Track	On Track	On Track	30/06/2019	On Track	\$2,051,761	\$383,758	
Development of the Olympic Park Strategic Plan and Master Pl	Action Required	On Track	On Track	28/06/2019	On Track	\$50,000	\$31,400	Delays have been experienced with this project but the overall project remains on track to be completed by June 2019.
Sportsground Amenities Upgrades Renewal	On Track	On Track	On Track	30/06/2019	On Track	\$1,202,910	\$177,091	Tender completed in Q2.
Plans of Management for Parks	On Track	Action Required	On Track	30/06/2019	On Track	\$125,000		Funds to be consolidated into PM18_30752, Q1 adjustment.

	Time	Cost	Scope	Delivery date	Status	Approved budget	YTD Actual	Comments
Sportsfield Floodlighting Renewal	On Track	On Track	On Track	31/03/2019	On Track	\$125,000	\$23,228	Monash Park construction scheduled for Q3.
Sportsfield Upgrade & Renewal	On Track	On Track	On Track	31/05/2019	On Track	\$1,000,000	\$187,099	
RALC Asset Renewal	On Track	On Track	On Track	28/06/2019	On Track	\$1,285,000		
Playground Renewal & Upgrade	On Track	On Track	On Track	30/06/2019	On Track	\$1,221,054	\$474,814	
Development of Parks Plans of Management	On Track	On Track	On Track	30/06/2019	On Track	\$116,873	\$11,723	Parramatta River Parklands PoM completed, Sportsgrounds and Generic PoM due to be completed in Q3.
Shrimptons Creek Corridor Embellishment	On Track	On Track	On Track	31/05/2019	On Track	\$2,788,737	\$378,097	Construction due to commence Q2



Our natural and sustainable city

Sustainable Planning

Reducing our environmental footprint and protecting our natural and built environments

Summary

All projects are progressing as planned, with one exception - The West Ryde Community Centre Solar Project .

Collaborative development

People are at the heart of planning and influence how the city grows and changes

Resilient Infrastructure

Managing infrastructure to reduce risk and impacts

2018/19 (\$'000)	Revised Budget	Proposed Changes	Projected Budget	Actual YTD	Budget YTD	% Variance
Base						
Income	-21,956	18	-21,938	-20,699	-18,976	9.1%
Expenditure	24,370	429	24,799	2,558	6,131	-58.3%
Total Base	2,414	447	2,860	-18,141	-12,845	41.2%
Non-Capital						
Income	-78		-78	-17	-46	-63.6%
Expenditure	736	165	901	70	333	-79.0%
Total Non-Capital	658	165	823	53	287	-81.4%
Capital						
Income	-340	181	-159		-10	-100.0%
Expenditure	8,333	99	8,432	1,905	3,610	-47.2%
Total Capital	7,993	280	8,273	1,905	3,600	-47.1%
Transfers from reserves	-27,279	-596	-27,875		-2,436	-100.0%
Transfers to Reserves	19,860		19,860		-28	-100.0%
Total Reserve Movements	-7,420	-596	-8,016		-2,464	-100.0%
Book Value of Assets						
Advances						
Loan Proceeds						
Loan Repayments						
Total Load Proceeds						
Net Result for Outcome	3,645	296	3,941	-16,183	-11,421	41.7%

Outcome: Our natural and sustainable city

Performance Indicators 2018/19

Measure	Program	Target	Result	Status	Comments
% increase in organisation energy usage each year since 2003/04 (shared with CWI)	Environmental Program	<= 5		Annual Measure	Trending 0% increase, with street lighting
% increase in organisation potable water usage on 2003/04 usage (shared with CWI)	Environmental Program	<= 0		Annual Measure	Trending 46% decrease in consumption compared to same period last year. The ability to meet this target is impacted upon by the drought and harvested water storage levels.

Operational plan projects for 2018/19

Centres and Neighbourhood program	Time	Cost	Scope	Delivery date	Status	Approved budget	YTD Actual	Comments
146 Bowden St Trunk Drainage	On Track	On Track	On Track		On Track	\$963,400	\$1,740	Currently negotiating Deed of Agreement with VIVA. Design 90% complete.
Shepherds Bay Outlet	On Track	On Track	On Track		On Track	\$770,000	\$90,000	Impacted by the 146 Bowden Street Trunk Drainage Works. Works to be done in concurrence.
Ann Thorn Park Catchment Works	On Track	On Track	On Track	28/02/2019	On Track	\$960,571	\$318,015	
Stormwater Improvement Works - Renewal	On Track	On Track	On Track		On Track	\$662,205	\$212,726	
Stormwater Asset Replacement Renewal	On Track	On Track	On Track		On Track	\$3,207,516	\$812,689	
Environmental program								
RALC Multi-Purpose Centre - Solar	On Track	On Track	On Track	19/11/2018	On Track	\$174,838	\$53,553	Minor "fine tuning" issues are being rectified prior to final commissioning.
Waste - to - Art	On Track	On Track	On Track	31/10/2019	On Track	\$34,000	\$9,000	The SWAP 2017/18 was completed in October 2018 - 206 entries and 81 art pieces exhibited across 5 categories. Preparation for delivery of the 2019 SWAP program will commence in Quarter 2.
West Ryde Community Centre Solar Project	On Track	On Track	Action Required	31/05/2019	At risk	\$32,000		Request for quotation is out to market. Feasibility and Return On Investment review to be conducted upon review of proposals received. The Project is being impacted by the need to re-evaluate how safe access to the building's roof will occur post installation. Solutions could potentially significantly impact the economic viability of the project.

Foreshore program	Time	Cost	Scope	Delivery date	Status	Approved budget	YTD Actual	Comments
Bennelong Park Groyne and Foreshore Improvement	On Track	On Track	Action Required	26/11/2018	On Track	\$350,864	\$49,500	The scope for this project has been revised and reduced. RMS will undertake to complete installation. Council is now tasked with completing design plans only and some community consultation (Ryde Concord Sailing Club) with grant funding up to \$70k. Q1 adjustment is proposing reduction of \$331k in approved budget.
Open Space, Sport & Recreation program								
Ryde Biodiversity Plan - Implementation	On Track	On Track	On Track	28/06/2019	On Track	\$161,510	\$5,475	Scoping and designs completed and procurement is underway for Stage 2 Bush Regeneration signage in Natural Areas. Delineation project site scoping and planning was undertaken this quarter. Corridor planting program investigation is underway.
Park & Open Space Tree Planting Program	On Track	On Track	On Track	31/10/2018	On Track	\$52,000	\$24,327	
Field of Mars Visitor Centre Road and Stormwater Disposal Works	On Track	On Track	On Track	31/05/2019	On Track	\$50,000	\$7,500	Site inspection completed. 3 design solutions are being scoped. Awaiting stakeholder engagement and specifically a meeting with RHHFFS to help select preferred option. This meeting is expected to take place in the first two weeks of November 2018
Terrys Creek Walking Trail	On Track	On Track	On Track	01/03/2019	On Track	\$459,791	\$161,055	New tender out to market for Stage 2 Boardwalk this quarter. Installation to include 3 sets of stairs and 1 bridge crossing anticipated to occur during Quarter 3.
Waste and Recycling program								
Laurel Park Litter Prevention	On Track	On Track	On Track		On Track	\$62,639	\$3,024	Further work to occur this FY with local businesses.
Porters Creek Precinct	On Track	On Track	On Track		On Track	\$400,000	\$98,377	
Old Landfill Sites Subsidence Program Renewal	On Track	On Track	On Track	30/03/2019	On Track	\$250,000	\$75,156	
Community Problem Waste Recycling Centre	On Track	On Track	On Track		On Track	\$190,000		Expenditure to occur in Q2
Managing Waste Reduction in Multi Unit Dwellings	On Track	On Track	On Track		On Track	\$85,000	\$18,394	
Eastwood Litter Prevention Campaign	On Track	On Track	On Track		On Track	\$152,654	\$20,059	
Porters Creek Feasibility Study for CRC	On Track	On Track	On Track		On Track	\$50,000	\$11,200	



Our smart and innovative city

Business opportunity and investment

Businesses benefit from a prosperous local economy

Summary

All projects are progressing as planned.

Strengthening Business Networks

Partnerships shape business growth, investment and development

Macquarie Park

Macquarie Park expands its role as a leading commercial centre and innovation district

2018/19 (\$'000)	Revised Budget	Proposed Changes	Projected Budget	Actual YTD	Budget YTD	% Variance
Base						
Income	-17		-17	-4	-4	-5.2%
Expenditure	1,443		1,443	400	373	7.2%
Total Base	1,427		1,427	396	369	7.4%
Non-Capital						
Income				2		
Expenditure	1,061	-547	514	262	326	-19.7%
Total Non-Capital	1,061	-547	514	264	326	-19.0%
Capital						
Income						
Expenditure	4,537	7	4,544	404	2,752	-85.3%
Total Capital	4,537	7	4,544	404	2,752	-85.3%
Transfers from reserves	-5,887	545	-5,342		-2,238	-100.0%
Transfers to Reserves		-5	-5			
Total Reserve Movements	-5,887	540	-5,347		-2,238	-100.0%
Book Value of Assets						
Advances						
Loan Proceeds						
Loan Repayments						
Total Loan Proceeds						
Net Result for Outcome	1,138		1,138	1,065	1,209	-11.9%

Outcome: Our smart and innovative city

Operational plan projects for 2018/19

Centres and Neighbourhood program	Time	Cost	Scope	Delivery date	Status	Approved budget	YTD Actual	Comments
TMA for Macquarie Park	On Track	On Track	On Track	30/06/2019	On Track	\$100,000		Recruitment of new CEO for Connect commenced in Q1, to be finalised in Q2.
West Ryde Plaza	On Track	On Track	On Track	31/05/2019	On Track	\$1,565,633	\$24,850	Lighting to be finalised in Q2.
Footpath Upgrade - Khartoum Road	On Track	On Track	On Track	30/04/2019	On Track	\$850,000	\$127,628	
Place Making Macquarie Park	On Track	On Track	On Track	30/04/2019	On Track	\$100,000	\$50,000	MPID/Venture Café funding confirmed in Q1.
Town Centre Upgrade implementation - Renewal	On Track	On Track	On Track	31/05/2019	On Track	\$1,963,407	\$247,065	Design finalised and tender held Q1
Community and Cultural program								
Macquarie-Ryde Futures-PhD Social Inclusion	On Track	On Track	On Track	30/06/2019	On Track	\$15,000	\$15,000	
Economic Development program								
Implementation of Marketing Plan	On Track	On Track	On Track	30/06/2019	On Track	\$75,000	\$18,373	Consultation for new Mac Pk Marketing Plan undertaken throughout Q1.
Economic Development Plan Implementation	On Track	On Track	On Track	30/06/2019	On Track	\$40,000	\$8,469	
Land Use Planning program								
Macquarie-Ryde Futures-PhD-Urban Planning	On Track	On Track	On Track	30/06/2019	On Track	\$15,000	\$15,000	On Track to meet yearly target. Meeting with candidate completed in Q1 to guide literature review.
Strategic City program								
Planting Embellishment Program - Macquarie Park	On Track	On Track	On Track	30/04/2019	On Track	\$30,000	\$4,500	Scope finalised in Q1.
Transport and Pedestrian Initiatives - Macquarie Park	On Track	On Track	On Track	31/05/2019	On Track	\$135,000	\$59,500	
Public Art Embellishment in Macquarie Park	On Track	On Track	Action Required	31/05/2019	On Track	\$300,000	\$45,000	Shrimpton's Creek component to be reported back to Council.
Wireless Services and Smart Technologies Implementation in Macquarie Park	On Track	On Track	On Track	31/05/2019	On Track	\$245,460	\$30,000	
Lachlan's Line - Community Facility	On Track	On Track	On Track	16/11/2018	On Track	\$36,018	\$19,600	



Summary

All projects are progressing as planned with the following exceptions:

- The Integrated Transport Strategy Implementation is delayed.
- The Eastwood Traffic & Parking Study required additional funds to complete additional modelling.
- The See Street Traffic Facilities Expansion has been deferred following a recent government announcement re combining education campuses that will have significant traffic impacts on the surrounding area.

2018/19 (\$'000)	Revised Budget	Proposed Changes	Projected Budget	Actual YTD	Budget YTD	% Variance
Base						
Income	-13,085	552	-12,533	-2,283	-2,302	-0.8%
Expenditure	11,563	-163	11,400	2,635	2,854	-7.7%
Total Base	-1,522	389	-1,133	352	551	-36.2%
Non-Capital						
Income	-216	-15	-231		-54	-100.0%
Expenditure	347	181	528	29	135	-78.7%
Total Non-Capital	131	166	297	29	81	-64.4%
Capital						
Income	-20,045	-1,592	-21,637	-12,331	-5,045	144.4%
Expenditure	18,877	2,312	21,190	5,489	5,940	-7.6%
Total Capital	-1,168	720	-448	-6,842	895	-864.6%
Transfers from reserves	-19,052	-1,452	-20,505		-1,762	-100.0%
Transfers to Reserves	20,000		20,000			
Total Reserve Movements	948	-1,452	-505		-1,762	-100.0%
Book Value of Assets						
Advances						
Loan Proceeds						
Loan Repayments						
Total Loan Proceeds						
Net Result for Outcome	-1,611	-177	-1,788	-6,461	-234	2656%

Outcome: Our connected and accessible city

Performance Indicators 2018/19

Measure	Program	Target	Result	Status	Comments
% community satisfaction with maintaining local roads	Roads Program	>= 90%		On Track	During this period, 41 requests to fix pot-holes were received and all completed within the specified timeframe.
# passengers transported by Shop Ryder, annually	Traffic & Transport Program	>= 38,000	13,749	Annual Measure	13,749 passenger movements this quarter

Operational plan projects for 2018/19

Foreshore program	Time	Cost	Scope	Anticipated Delivery	Status	Approved Budget	YTD Actual	Comments
Seawalls/Retaining Walls Refurbishment Renewal	On Track	On Track	On Track		On Track	\$1,128,044	\$829,497	
Library program								
Library Public Multimedia Lab	On Track	On Track	On Track	29/03/2019	On Track	\$50,000	\$9,251	Substantial planning completed, and project is now underway. Significant work scheduled for Q2
Libraries Public PC Renewal	On Track	On Track	On Track	31/05/2019	On Track	\$70,000		Significant progress on planning. Work currently scheduled for Q3 and Q4
Paths and Cycleways program								
Cycleways Construction Expansion	On Track	On Track	On Track		On Track	\$1,140,072	\$483,819	Herring Rd-Balaclava Rd. Community consultation process has commenced. Advertising of tender for construction is pending.
Footpath Construction Renewal	On Track	On Track	On Track		On Track	\$850,000	\$125,847	
Field of Mars Shared Use Path	On Track	On Track	On Track		On Track	\$30,000	\$7,647	
Footpath Construction Expansion	On Track	On Track	On Track		On Track	\$930,547	\$204,646	
Roads program								
Heavy Patching	On Track	On Track	On Track		On Track	\$380,800	\$60,082	
Flood Mitigation/Constitution Road Upgrade	On Track	On Track	On Track		On Track	\$500,000	\$133,943	Multi year project. Various design still in progress. Final scope of works are dependent on adjoining developments.
Integrated Transport Strategy Implementation	Action Required	On Track	On Track		Action Required	\$250,000	\$37,500	Appropriate action is being undertaken.
Kerb and Gutter Renewal	On Track	On Track	On Track		On Track	\$200,000	\$34,183	
Pittwater Road Upgrade (High St - Field of Mars)	On Track	On Track	On Track		On Track	\$350,000	\$52,500	Design and Tendering in 2018/19. Ausgrid power pole relocation.
Road Resurfacing Renewal	On Track	On Track	On Track		On Track	\$6,249,100	\$2,125,218	
Bridge Upgrade / Renewal	On Track	On Track	On Track		On Track	\$380,000	\$57,000	
Road Kerb Renewal	On Track	On Track	On Track		On Track	\$4,554,432	\$864,723	
Regulatory program								
School Zone Parking Officers	Action Required	On Track	On Track	30/10/2018	On Track	\$216,000	\$1,960	Recruitment of the 2 new Temporary Parking Officers has been delayed. Recruitment has now been finalised and the Team will be operational from the beginning of November.

Traffic & Transport program	Time	Cost	Scope	Anticipated Delivery	Status	Approved Budget	YTD Actual	Comments
See Street Traffic Facilities Expansion	On Track	On Track	Action Required		Action Required	\$25,000	\$3,750	Recommendation to defer this project following the recent announcement of an education precinct at Meadowbank TAFE that would combine a primary school, high school and TAFE on a single campus that would have significant traffic impacts on the surrounds.
Bus Stop Seats - new	On Track	On Track	On Track		On Track	\$36,800	\$5,520	
Traffic Facilities Renewal	On Track	On Track	On Track		On Track	\$250,000	\$45,651	
Car Park Renewal	On Track	On Track	On Track		On Track	\$380,000	\$57,000	REF and Community Consultation to take place. Construction expected to commence February 2019.
Eastwood Traffic & Parking Study	On Track	Action Required	On Track	11/12/2018	Action Required	\$81,109	\$26,877	Q1 budget adjustment has been put through to account for the additional modelling works required and subsequent independent verification.
Bus Stop DDA compliance	On Track	On Track	On Track		On Track	\$198,200	\$14,964	
Pedestrian Accessibility & Mobility Plan	On Track	On Track	On Track	28/06/2019	Not Started	\$50,000		Consultant to be engaged to review status of existing key centre PAMP's namely Top Ryde Centre, Meadowbank West Station, Eastwood Centre, Macquarie Park, West Ryde Centre, Gladesville Centre, Coxs Rd, Blenheim Rd
Road Safety Upgrades and Improvement	On Track	On Track	On Track		On Track	\$50,000	\$7,266	
Traffic Calming Devices	On Track	On Track	On Track		On Track	\$699,467	\$279,071	
PAMP Implementation Works - Central, East and West Wards	On Track	On Track	On Track	28/06/2019	On Track	\$175,000	\$32,456	1 PAMP treatment completed in West Ward this quarter. 9 more are scheduled for delivery over the next 3 quarters



An engaged, connected community
 People feeling connected within their community

Celebrating culture and heritage

A distinct local identity built on our city's character and rich cultural heritage

Accessible community facilities

Easy access to diverse cultural spaces, places and opportunities

Summary

All projects are now progressing as planned.

Commencement of the School Zone Parking Officers project was delayed due to recruitment issues – now scheduled to commence in November.

2018/19 (\$'000)	Revised Budget	Proposed Changes	Projected Budget	Actual YTD	Budget YTD	% Variance
Base						
Income	-1,353		-1,353	-533	-244	118.3%
Expenditure	5,962	4	5,966	1,426	1,616	-11.8%
Total Base	4,609	4	4,613	893	1,372	-34.9%
Non-Capital						
Income				0		
Expenditure	405	60	465	28	133	-78.9%
Total Non-Capital	405	60	465	28	133	-79.1%
Capital						
Income						
Expenditure	498	44	542	111	125	-10.8%
Total Capital	498	44	542	111	125	-10.8%
Transfers from reserves	-648	-60	-708	-36	-50	-27.6%
Transfers to Reserves	260		260			
Total Reserve Movements	-388	-60	-448	-36	-50	-27.6%
Book Value of Assets						
Advances						
Loan Proceeds						
Loan Repayments						
Total Loan Proceeds						
Net Result for Outcome	5,124	48	5,172	996	1,580	-37.0%

Outcome: Our diverse and inclusive city

Operational plan projects for 2018/19

Centres and Neighbourhood program	Time	Cost	Scope	Delivery date	Status	Approved budget	YTD Actual	Comments
Ryde Heritage Information Centre	On Track	On Track	On Track	30/06/2019	On Track	\$30,000		Launch event held in Q1,
Community and Cultural program								
South Asian Film, Arts & Literature Festival (SAFAL)	On Track	On Track	On Track	31/05/2019	On Track	\$10,000	\$10,000	
Ryde Remembers - ANZAC	On Track	On Track	On Track		Forward Planning	\$10,000		
Art Project	On Track	On Track	On Track		Forward Planning	\$56,034		
Ryde Youth Theatre Group	On Track	On Track	On Track	30/06/2019	On Track	\$75,000	\$16,782	
Ryde Hunters Hill Symphony Orchestra	On Track	On Track	On Track	31/12/2018	On Track	\$50,000		Community Grant to be paid in December quarter.
Munch and Music	On Track	On Track	On Track	30/06/2019	Forward Planning	\$20,000		Project awaiting the commencement of the new Arts and Culture position.
Land Use Planning program								
Macquaire Library and Creativity Hub Design	On Track	On Track	On Track	02/11/2018	On Track	\$113,709	\$1,350	VPA exhibited in Q1.
Heritage Grants Scheme	On Track	On Track	On Track	30/06/2019	On Track	\$20,000		Launch of the Grants completed in Q1 - letter box drop and launch event to heritage property owners completed.
Library program								
Library Books	On Track	On Track	On Track	28/06/2019	On Track	\$498,300	\$111,114	Orders and profiles completed, delivery underway and will continue through the year
Library Strategic Plan	On Track	On Track	On Track	31/05/2019	On Track	\$20,000		Substantial progress has been made. Work has been inhouse, with expenditure anticipated in Q2 and Q3



Our open and progressive city

Advocacy on key issues

Achieving the best outcomes for the City of Ryde and its people

An engaged and informed community

Residents trust Council and feel well informed, heard, valued and involved.

Well Led, Financially Sustainable

Transparent, responsible leadership and governance

Summary

All projects are progressing as planned.

2018/19 (\$'000)	Revised Budget	Proposed Changes	Projected Budget	Actual YTD	Budget YTD	% Variance
Base						
Income	-79,760	800	-78,960	-72,045	-71,374	0.9%
Expenditure	28,902	139	29,040	2,126	4,982	-57.3%
Total Base	-50,858	939	-49,920	-69,919	-66,392	5.3%
Non-Capital						
Income				0		
Expenditure	892		892	145	309	-53.1%
Total Non-Capital	892		892	145	309	-53.1%
Capital						
Income				-320		
Expenditure	6,615		6,615	1,390	2,319	-40.1%
Total Capital	6,615		6,615	1,070	2,319	-53.9%
Transfers from reserves	-9,844	-1,248	-11,092		-1,022	-100.0%
Transfers to Reserves	32,295	181	32,476			
Total Reserve Movements	22,451	-1,067	21,384		-1,022	-100.0%
Book Value of Assets	-1,200		-1,200	-466	-300	55.2%
Advances						
Loan Proceeds	-700		-700		-175	-100.0%
Loan Repayments	662		662	156	166	-6.0%
Total Loan Proceeds	-1,238		-1,238	-310	-309	0.2%
Net Result for Outcome	-22,137	-129	-22,266	-69,014	-65,095	6.0%

Outcome: Our Open and Progressive City

Performance Indicators 2018/19

Measure	Program	Target	Result	Status	Comments
% of calls to the Customer Call Centre resolved at the first point of contact	Customer and Community Relations Program	>= 85%	81%	On Track	The majority of the Customer Service Team are new and are still progressing through training and additional assistance with technical information is required. Staff were not able to resolve complex enquiries relating to Traffic issues that needed to be resolved
% of Calls to the Customer Call Centre Resolved at the first point of contact	Customer and Community Relations Program	>= 85%	81%	On Track	The majority of the Customer Service Team are new and are still progressing through training and additional assistance with technical information is required. Staff were not able to resolve complex enquiries relating to Traffic issues that needed to be resolved
Number of known breaches of statutory/council policy requirements	Governance and Civic Program	0	0%	On Track	
% capital works delivered (±5%)	Internal Corporate Services Program	>= 95%	100%	On Track	95% target is over expectation of 85% delivered in the FY. Measure against IMS Baseline for the Qtr
% returns over benchmark (Bloomberg rate)	Internal Corporate Services Program	>= 0.85%	1.03%	On Track	Q1 above benchmark

Operational plan projects for 2018/19

Community and Cultural program	Time	Cost	Scope	Delivery date	Status	Approved budget	YTD Actual	Comments
White Ribbon Accreditation Project	On Track	On Track	On Track	31/12/2019	On Track	\$18,000		Completed the Induction and White Ribbon Working Group to be formed.
Customer and Community Relations program								
Community Perception Study					Forward Planning	\$35,000		
City Wide Engagements					Forward Planning	\$30,000		
Governance and Civic program								
Procurement Improvement					Forward Planning	\$100,000		
Provision of Councillor Equipment	On Track	On Track	On Track		On Track	\$11,895		

Internal Corporate Services program	Time	Cost	Scope	Delivery date	Status	Approved budget	YTD Actual	Comments
Office Fitout - North Ryde Office and Top Ryde Office	On Track	On Track	On Track		On Track	\$129,036	\$5,471	
Information Technology Expansion					Forward Planning	\$100,000		
Plant & Fleet Purchases	On Track	On Track	On Track	30/06/2019	On Track	\$3,200,000	\$785,893	
Information Technology Renewals	On Track	On Track	On Track		On Track	\$1,228,255	\$187,394	
Fit For The Future Action Plan Implementation	On Track	On Track	On Track		Forward Planning	\$150,000		Funds to be used for Best Value Reviews and Asset Management Plan Improvements arising from recent JRA commission.
Open Space, Sport and Recreation Program								
Facility Software Upgrade	Action Required	On Track	On Track	30/11/2018	On Track	\$106,611	\$55,225	
Organisational Development program								
Intranet Upgrade					Forward Planning	\$30,000		
HR Advisor - Projects	On Track	On Track	On Track	28/06/2019	Forward Planning	\$100,000	\$20,442	Contract delays have held the progression of the major project being the development and implementation of the e-learning system. The project is still on track at this stage to be finalised in terms of implementation by the end of June 2019.
Property Portfolio program								
Operational Building Renewal	On Track	On Track	On Track		On Track	\$52,900	\$7,935	
Civic Centre- Essential Renewal	On Track	On Track	On Track		Forward Planning	\$61,754		
741 Victoria Road	On Track	On Track	On Track		On Track			Consultants being engaged for this project
33-35 Blaxland Road	On Track	On Track	On Track		On Track			Consultants being engaged for this project
Commercial Buildings Renewal	On Track	On Track	On Track		On Track	\$100,000	\$15,000	
Corporate Buildings Renewals	On Track	On Track	On Track		On Track	\$40,000	\$6,000	
Ryde Central	On Track	On Track	On Track	28/06/2019	On Track	\$334,238	\$124,138	Ryde Central project progressing as anticipated. Consultants being engaged.
Regulatory program								
Mobile Field Worker App - Health and Building Compliance	On Track	On Track	On Track	31/05/2019	On Track	\$154,787	\$2,467	Appropriate action is being undertaken. Much of Q1 involved in integration and work flow finalisation. Key officer training and User Acceptance Testing is being scheduled Q2.
Risk Management program								
Claims Officer	On Track	On Track	On Track	31/10/2018	On Track	\$75,000		Claims officer role has been filled and will commence end of October.
Additional Safehold Modules	Action Required	On Track	On Track	30/06/2019	Forward Planning	\$50,000		Currently assessing the best way to proceed with this initiative. Ease of use Issues have been identified with <i>Vault</i> system. Waiting to determine whether the field application for the current <i>Safehold</i> system will fully meet Council requirements – released mid January 2019.



City of Ryde

Reserves Listing Report

Natural Account	Description	18/19 Opening Balance	Budget To Reserve	Budget From Reserve	18/19 Budget Result	Review To Reserve	Review From Reserve	18/19 Review Result
93001 - Internally Restricted Revenues								
8301	Stockland Creche Contribution							
8302	Voluntary Planning Agreement Reserve	9,840,563.56		-2,149,016.00	7,691,547.56	282,100.00	-170,000.00	7,803,647.56
8303	Accommodation Reserve	11,183,625.18		-2,414,026.00	8,769,599.18			8,769,599.18
8304	Asset Replacement Reserve	19,156,808.70	6,639,390.00	-9,160,585.00	16,635,613.70			16,635,613.70
8305	Plant Replacement Reserve	3,299,694.84	3,240,540.00	-3,567,010.00	2,973,224.84		32,296.00	3,005,520.84
8306	Ryde Aquatic Leisure Centre Reserve	3,373,772.99	4,361,440.00	-5,499,091.00	2,236,121.99			2,236,121.99
8308	Public Art Reserve	15,279.00			15,279.00			15,279.00
8309	Council Election Reserve	117,005.10	220,000.00		337,005.10			337,005.10
8310	Risk Rebate Reserve							
8311	Investment Property Reserve	21,564,672.67	120,000.00	-890,800.00	20,793,872.67			20,793,872.67
8312	Ryde Central Reserve	12,765,339.87	4,874,000.00	-334,238.00	17,305,101.87		-19,486.00	17,285,615.87
8313	Community Grants Reserve	258,844.00			258,844.00			258,844.00
8314	Carryover Works Reserve	49,933.53		-49,934.00	-0.47			-0.47
8315	Synthetic Sports Surface Reserve	169,063.02	260,000.00	-60,000.00	369,063.02			369,063.02
8316	Transport & Pedestrian Initiatives MP Reserve	144,536.62		-135,000.00	9,536.62			9,536.62
8317	Merger and Transition Reserve	299,200.53		-150,000.00	149,200.53			149,200.53
8318	Porters Creek Reserve							
8319	Insurance Fluctuation Reserve	650,000.00		-200,000.00	450,000.00			450,000.00
8320	WHS & Injury Management Reserve	194,736.55		-125,000.00	69,736.55		-20,000.00	49,736.55
8321	Public Domain Plan Reserve							
8322	Planning Proposal Reserve	243,905.15	30,000.00	-150,000.00	123,905.15			123,905.15
8323	Macquarie University VPA Reserve	273,053.67			273,053.67			273,053.67
8340	Affordable Housing Reserve		30,000.00	-5,000.00	25,000.00			25,000.00
8341	Workers Compensation Reserve	500,000.00	949,760.00		1,449,760.00			1,449,760.00
Total Internally Restricted Revenues		84,100,034.98	20,725,130.00	-24,889,700.00	79,935,464.98	282,100.00	-177,190.00	80,040,374.98
93002 - Internally Restricted Liabilities								
8327	Employee Leave Entitlements Reserve	4,751,907.00			4,751,907.00			4,751,907.00
8328	Refundable Deposits Reserves	15,156,798.13			15,156,798.13			15,156,798.13
8329	Interest on Refundable Deposits Reserve	377,366.19			377,366.19			377,366.19
Total Internally Restricted Liabilities		20,286,071.32			20,286,071.32			20,286,071.32



City of Ryde

Reserves Listing Report

Natural Account	Description	18/19 Opening Balance	Budget To Reserve	Budget From Reserve	18/19 Budget Result	Review To Reserve	Review From Reserve	18/19 Review Result
93003 - Section 7.11 Contribution Reserves								
8351	Community & Cultural Facilities Reserve	15,491,100.93	5,520,520.00	-622,487.00	20,389,133.93	250,000.00	-120,000.00	20,519,133.93
8352	Open Space & Recreation Facilities Reserve	57,302,776.14	13,450,630.00	-9,125,434.00	61,627,972.14			61,627,972.14
8353	Roads & Traffic Management Facilities Reserve	-89,466.00	1,874,430.00	-4,795,971.00	-3,011,007.00		-866,609.00	-3,877,616.00
8354	Stormwater Management Facilities Reserve	3,798,600.74	617,750.00	-3,570,820.00	845,530.74		-300,000.00	545,530.74
8355	Section 7.11 Plan Administration Reserve	29,104.61	90,050.00	-145,960.00	-26,805.39			-26,805.39
Total Section 7.11 Contribution Reserves		76,532,116.42	21,553,380.00	-18,260,672.00	79,824,824.42	250,000.00	-1,286,609.00	78,788,215.42
93004 - Other External Restrictions								
8376	Domestic Waste Management Reserve	12,082,788.98	19,743,600.00	-20,068,600.00	11,757,788.98		-346,014.00	11,411,774.98
8378	Macquarie Park Corridor Special Rate Reserve	1,994,357.46	1,530,760.00	-1,969,760.00	1,555,357.46	-69,000.00		1,486,357.46
8379	Stormwater Management Service Charge Reserve	1,221,878.83	1,046,990.00	-946,575.00	1,322,293.83			1,322,293.83
8380	Sale of Roads Reserve	259,000.00			259,000.00			259,000.00
8381	Affordable Housing Contribution	138,910.00			138,910.00			138,910.00
8382	Infrastructure Special Rate Reserve	974,017.97	12,120,530.00	-12,237,793.00	856,754.97		-30,000.00	826,754.97
8383	146 Bowden St Trunk Drainage Court Settlement	963,400.00		-963,400.00				
Total Other External Restrictions		17,634,353.24	34,441,880.00	-36,186,128.00	15,890,105.24	-69,000.00	-376,014.00	15,445,091.24
93005 - Unexpended Grants Reserves								
8401	U/Exp Grant - Home Modification & Maintenance	31,234.44	33,120.00		64,354.44			64,354.44
8403	U/Exp Grant - Volunteer Referral Agency	56,395.11	60,830.00		117,225.11			117,225.11
8405	U/Exp Grant - Library Subsidy		260,000.00	-260,000.00				
8416	U/Exp Grant - Financial Assistance Grants	1,260,410.00			1,260,410.00		-1,260,410.00	
8417	U/Exp Grant - Road Services Unit Management	466,179.00			466,179.00		-466,179.00	
8418	U/Exp Grant - Macquarie Park Master Plan							
8435	U/Exp Grant - WASIP	220.86			220.86			220.86
8439	U/Exp Grant - Vacation Care Program Grant	5,253.73			5,253.73			5,253.73
8443	U/Exp Grant - Curzon St/ Smith St Pedestrian (RT)							
8446	U/Exp Grant - Vimiera Road Traffic Facilities Renewal							
8447	U/Exp Grant - M2 Advertising Public Benefit (RMS)	36,738.00			36,738.00			36,738.00
8451	U/Exp Grant - Rowe St Eastwood Traffic Calming							



City of Ryde

Reserves Listing Report

Natural Account	Description	18/19 Opening Balance	Budget To Reserve	Budget From Reserve	18/19 Budget Result	Review To Reserve	Review From Reserve	18/19 Review Result
8455	U/Exp Grant - Planning for Ageing Population	4,560.00			4,560.00			4,560.00
8458	U/Exp Grant - Macquarie Park - Property	6,000,000.10		-6,000,000.00	0.10			0.10
8459	U/Exp Grant - Restoring Blue Gum High in Denistons	156.83			156.83			156.83
8461	U/Exp Grant - Better Waste & Recycling Fund	63,530.00	143,790.00	-114,654.00	92,666.00			92,666.00
8462	U/Exp Grant - Agincourt and Balaclava Rd TCS							
8463	U/Exp Grant - Ivan Hoe Estate Collective Impact	20,000.00			20,000.00			20,000.00
8464	U/Exp Grant - CDAT							
8465	U/Exp Grant - Blaxland Road SUP – Stage 3 (RM)							
8466	U/Exp Loan - LIRS Phase 1							
8467	U/Exp Loan - LIRS Phase 2							
8468	U/Exp Grant - Ryde Remembers (ANZAC)							
8469	U/Exp Grant - NSW Youth Council Conference							
8470	U/Exp Grant - Shrimptons Creek Corridor Embellish	2,774,736.82		-2,788,737.00	-14,000.18		14,000.00	-0.18
8471	U/Exp Grant - Morrison Rd LATM							
8472	U/Exp Grant - Laurel Park Litter Prevention	27,739.00	-27,739.00					
8473	U/Exp Grant - NSW Small Business	5,000.00			5,000.00	-5,000.00		
8474	U/Exp Grant - OLG					1,450,000.00		1,450,000.00
8475	U/Exp Grant - Bennelong Park Groyne and Forest	10,864.00		-10,864.00				
8476	U/Exp Grant - Pedestrian Accessibility & Mobility P	751.21			751.21			751.21
Total Unexpended Grants Reserves		10,763,769.10	470,001.00	-9,174,255.00	2,059,515.10	1,445,000.00	-1,712,589.00	1,791,926.10
Internal Loans								
8901	Internal Loan - RALC Reserve	-2,078,337.71	65,450.00		-2,012,887.71			-2,012,887.71
Total Internal Loans		-2,078,337.71	65,450.00		-2,012,887.71			-2,012,887.71
TOTAL RESERVES		207,238,007.35	77,255,841.00	-88,510,755.00	195,983,093.35	1,908,100.00	-3,552,402.00	194,338,791.35

City of Ryde - 2018/2019 Quarterly Changes Report

Appendix B

			<i>Approved Budget 2018/2019</i>	<i>Actual 2018/2019</i>	<i>Proposed Changes 2018/2019</i>	<i>Comments</i>
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Strategic City program

1011467	Sale of CPR	Op Inc	(13,620)		13,620	No proceeds expected from the sale of CPR in 2018/19
4130720	Wireless Services and Smart Technologies Implementation in M	NCP Exp	245,460		(245,460)	Budget transferred to Shrimpton's Creek Corridor Embellishment Project as Wi-Fi and Smart Technology to be delivered with the embellishment of the corridor
4130743	Public Art Embellishment in Macquarie Park	NCP Exp	300,000		(300,000)	Budget transferred to Shrimpton's Creek Corridor Embellishment Project as Wi-Fi and Smart Technology to be delivered with the embellishment of the corridor
4142858	Planting Embellishment Program - Macquarie Park	Cap Exp	30,000		7,000	Funding to be transferred from Place Making Macquarie Park project
4130720	Wireless Services and Smart Technologies Implementation in Macquarie Park	From Res	(245,460)		245,460	Budget transferred to Shrimpton's Creek Corridor Embellishment Project as Wi-Fi and Smart Technology to be delivered with the embellishment of the corridor
4130743	Public Art Embellishment in Macquarie Park	From Res	(300,000)		300,000	Budget transferred to Shrimpton's Creek Corridor Embellishment Project as Wi-Fi and Smart Technology to be delivered with the embellishment of the corridor
4142858	Planting Embellishment Program - Macquarie Park	From Res	(30,000)		(7,000)	Funding to be transferred from Place Making Macquarie Park project
Total Strategic City program					13,620	

Organisational Development program

2211001	Organisational Development Administration	Op Exp		1,800	1,800	Study Assistance not budgeted for
2211533	Workforce Culture Administration	Op Exp		1,800	1,800	Study Assistance not budgeted for
Total Organisational Development program					3,600	

Risk Management program

1711001	Procurement Administration	Op Inc	(5,540)		5,540	To align the Motor Vehicle budget
1011001	General Counsel - Administration	Op Exp	23,540	9,333	6,120	To align the Motor Vehicle budget
1611139	Internal Audit	Op Exp	51,360	20,512	80,000	Additional fees related to Code of Conduct investigation expenses and Internal Audit casual staff costs
1611211	Risk Management	Op Exp	50,000	1,000	(25,000)	Funding to be transferred to Internal Audit program
Total Risk Management program					66,660	

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			<i>Approved Budget 2018/2019</i>	<i>Actual 2018/2019</i>	<i>Proposed Changes 2018/2019</i>	<i>Comments</i>
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Community and Cultural program

6410000	Events- Community	Op Exp		15,538	30,000	This is for addressing an increase in risk and safety now required for events (such as extra security and target hardening) it is also for infrastructure and supplies that increase safety and reduce risk.
6811583	Social Development and Capacity Building	Op Exp	309,040	47,444	(55,000)	Reduce Salaries and Wages budget due to vacant positions
6911539	Social and Cultural policy and planning	Op Exp	133,350	26,908	(3,000)	Reduce Salaries and Wages budget due to vacant positions
6830764	City of Ryde Halls and Facilities Strategy	NCP Exp			70,000	Budget for City of Ryde Hall and Facilities Strategy project funded by VPA Reserve
6930762	Cultural Plan	NCP Exp			60,000	Budget for Cultural Plan project funded by Section 7.11 as per Council Resolution
6930763	Community and Social Wellbeing Plan	NCP Exp			60,000	Budget for Community and Social Wellbeing Plan project funded by Section 7.11 as per Council Resolution
6830764	City of Ryde Halls and Facilities Strategy	From Res			(70,000)	Funding for City of Ryde Hall and Facilities Strategy project
6930762	Cultural Plan	From Res			(60,000)	Funding for Cultural Plan project as per Council Resolution
6930763	Community and Social Wellbeing Plan	From Res			(60,000)	Funding for Community and Social Wellbeing Plan project as per Council Resolution
Total Community and Cultural program					(28,000)	

Customer and Community Relations program

2011001	Customer Service Administration	Op Exp	1,353,960	479,595	(36,000)	Reduce Salaries and Wages budget due to vacant positions
2011431	Community Engagement Program	Op Exp	537,180	182,169	(16,000)	Reduce Salaries and Wages budget due to vacant positions
6511001	Communications & Media Administration	Op Exp	239,130	74,131	(16,000)	Reduce Salaries and Wages budget due to vacant positions
6511527	Social Media Administration	Op Exp	238,860	39,235	(31,000)	Reduce Salaries and Wages budget due to vacant positions
6511529	Council Branding & Corporate Image Administration	Op Exp	169,630	35,714	(21,000)	Reduce Salaries and Wages budget due to vacant positions
Total Customer and Community Relations program					(120,000)	

City of Ryde - 2018/2019 Quarterly Changes Report

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Approved
Budget
2018/2019

Actual
2018/2019

Proposed
Changes
2018/2019

Comments

Open Space, Sport & Recreation program

			<i>Approved</i> <i>Budget</i> <i>2018/2019</i>	<i>Actual</i> <i>2018/2019</i>	<i>Proposed</i> <i>Changes</i> <i>2018/2019</i>	<i>Comments</i>
7511001	Tree Management - Street Trees	Op Inc	(33,050)	(300)	18,000	Reduction income budget due to improve compliance
7611001	Parks Open Space - Administration	Op Inc	(10,690)		10,690	To align the Motor Vehicle budget
7711001	Parks Administration	Op Inc	(15,520)	(9,000)	(5,400)	To align the Motor Vehicle budget
7411001	Natural Areas Administration	Op Exp	105,650	55,995	57,000	Increase budget to cover new position - Natural Areas Project Officer and fully funded from increase in income
7611001	Parks Open Space - Administration	Op Exp	23,540	960	(23,540)	To align the Motor Vehicle budget
7711001	Parks Administration	Op Exp	47,080	19,500	11,770	To align the Motor Vehicle budget
7711001	Parks Administration	Op Exp	859,992	319,014	(12,000)	Reduce Salaries and Wages budget due to vacant positions
5430747	Plans of Management for Parks	NCP Exp	125,000		(125,000)	Consolidation of budgets for Parks Plans of Management
7730752	Development of Parks Plans of Management	NCP Exp	116,873		125,000	Consolidation of budgets for Parks Plans of Management
7741896	Construction of Skate Facilities within City of Ryde	Cap Inc		(400,000)	(400,000)	Additional NSW State Government Grant received to fund Skate Park Facility project
7741896	Construction of Skate Facilities within City of Ryde	Cap Exp	2,642,727		400,000	Additional NSW State Government Grant received to fund Skate Park Facility project
50011	Sportsfield Floodlighting Renewal	Cap Inc		(20,000)	(20,000)	Additional Football NSW Grant received to fund Sportsfield Lighting at Monash Park - Field 1 & 2 project
50011	Sportsfield Floodlighting Renewal	Cap Exp	125,000	23,228	20,000	Football NSW Grant funding for sportsfield lighting at Marsfield Park - Field 1& 2 project
50015	Sportsground Amenities Upgrades Renewal	Cap Inc.		(700,000)	(700,000)	Additional NSW Government Grant received to fund Meadowbank Ovals 2 & 3 for 2019/20 financial year
50015	Sportsground Amenities Upgrades Renewal	Cap Exp	1,202,910	177,091	150,000	Savings made on other projects to fund works for Pidding Park Amenities Sewerage upgrade
50015	Sportsground Amenities Upgrades Renewal	From Res	(1,202,910)		(150,000)	Savings made on other projects to fund works for Pidding Park Amenities Sewerage upgrade
50015	Sportsground Amenities Upgrades Renewal	To Res			700,000	Additional NSW Government Grant received to be transferred to Reserve to fund Meadowbank Ovals 2 & 3 in 2019/20 financial year
50016	Playground Renewal & Construction Renewal	Cap Inc		(807,500)	(807,500)	\$700K additional NSW Government Grant received to fund ANZAC Park and Meadowbank Park District projects and \$108K funding received from insurance claim on Meadowbank Park Playground
50016	Playground Renewal & Construction Renewal	Cap Exp	1,293,304	637,000	87,500	Funds received for Insurance Claim on Meadowbank Park Playground

City of Ryde - 2018/2019 Quarterly Changes Report

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			<i>Approved Budget 2018/2019</i>	<i>Actual 2018/2019</i>	<i>Proposed Changes 2018/2019</i>	<i>Comments</i>
50016	Playground Renewal & Construction Renewal	From Res	(1,293,304)		20,000	Savings made through deferral of Glen St Reserve Playground and bringing forward Kotara Park Project and transfer of Public Art to the main project.
50016	Playground Renewal & Construction Renewal	To Res			700,000	Additional NSW Government Grant received to be transferred to Reserve to fund ANZAC Park and Meadowbank Park District projects in 2019/20 financial year
51011	Sportsfield Floodlighting Expansion	Cap Inc		(20,000)	(20,000)	Football NSW Grant funding for sportsfield lighting at Monash Park - Field 1 and additional funding to remove contaminated material
51011	Sportsfield Floodlighting Expansion	Cap Exp	304,583	52,177	100,000	Football NSW Grant funding for sportsfield lighting at Monash Park - Field 1 and additional funding to remove contaminated material
51011	Sportsfield Floodlighting Expansion	From Res	(304,583)		(80,000)	Additional funding required to remove contaminated material in Monash Park
51028	Passive Parks Expansion and Improvement	Cap Inc	(450,000)	(550,000)	(550,000)	\$500k additional NSW State Government Grant received to be expended on Morrison Bay Park Upgrade and \$50k to be expended on Santa Rosa Park
51028	Passive Parks Expansion and Improvement	Cap Exp	2,242,431	463,443	500,000	Transfer Income from Public Art
51028	Passive Parks Expansion and Improvement	To Res			50,000	Additional NSW State Government Grant received to be transferred to Reserve to fund Santa Rosa Park Upgrade project in 2019/20 financial year
51029	Synthetic Playing Surfaces Expansion	Cap Exp	236,692	46,139	(130,000)	Savings made on Christie Park project to fund additional scope of works for Pidding park Amenities for upgrade of sewerage Pipes
51029	Synthetic Playing Surfaces Expansion	From Res	(236,692)		130,000	Savings made on Christie Park project to fund additional scope of works for Pidding park Amenities for upgrade of sewerage Pipes
4141776	Shrimptons Creek Corridor Embellishment	Cap Exp	2,788,737		531,460	Transfer of funds to allow for the delivery of Smart Technology, Wi-Fi and Public Art within the Wilga Park project
4141776	Shrimptons Creek Corridor Embellishment	From Res			(545,460)	Transfer of funds to allow for the delivery of Smart Technology, Wi-Fi and Public Art within the Wilga Park project
4141776	Shrimptons Creek Corridor Embellishment	From Res	(2,788,737)		14,000	Transfer of funds to allow for the delivery of Smart Technology, Wi-Fi and Public Art within the Wilga Park project
5430747	Plans of Management for Parks	From Res	(125,000)		125,000	Consolidation of budgets for Parks Plans of Management
7730752	Development of Parks Plans of Management	From Res	(78,943)		(125,000)	Consolidation of budgets for Parks Plans of Management
Total Open Space, Sport & Recreation program					56,520	

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	<i>Approved Budget 2018/2019</i>	<i>Actual 2018/2019</i>	<i>Proposed Changes 2018/2019</i>	<i>Comments</i>
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Centres and Neighbourhood program

53017	Oper - Toilet Blocks - excl sportsfields	Op Exp	293,800	165,863	167,000	Transfer Labour cost from Building Services Unit
4130744	Place Making Macquarie Park	NCP Exp	100,000		(7,000)	Transfer funding to Planting Embellishment Program for Macquarie Park project
4130744	Place Making Macquarie Park	From Res	(100,000)		7,000	Transfer funding to Planting Embellishment Program for Macquarie Park project
4111259	Voluntary Planning Agreement Capital Income	Cap Inc		(282,100)	(282,100)	Payment received under VPA relating to 45-61 Waterloo Road - funds to be spent on opens space and network improvements as per LEP incentive
4111259	Voluntary Planning Agreement Capital Income	To Res			282,100	Payment received under VPA relating to 45-61 Waterloo Road - funds to be spent on opens space and network improvements as per LEP incentive
Total Centres and Neighbourhood program					167,000	

Library program

7010528	2 Graf Avenue - West Ryde Library	Op Exp	512,400	171,219	(15,000)	Reduce Salaries and Wages budget due to vacant positions
7010531	201 Cox's Road - North Ryde Library	Op Exp	284,340	94,986	(5,000)	Reduce Salaries and Wages budget due to vacant positions
7011150	Library Support Services	Op Exp	36,200	11,677	10,000	Additional funding required to fund back order of uniforms as delivery was delayed due to factory fire
7011150	Library Support Services	Op Exp	1,842,630	669,246	(16,000)	Reduce Salaries and Wages budget due to vacant positions
53026	Oper - Community Buildings - Libraries	Op Exp	560,900	104,895	(44,000)	Transfer to library books for remediation of damaged local history books
7240087	Library Books	Cap Exp	498,300		44,000	Transfer from Community Buildings Libraries for remediation of damaged local history books
Total Library program					(26,000)	

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Internal Corporate Services program

1011114	General Manager's Office	Op Inc	(10,580)	(800)	10,580	To align the Motor Vehicle budget
1211001	Finance Administration	Op Inc	(10,670)	(2,423)	3,130	To align the Motor Vehicle budget
1211142	Investment Income	Op Inc	(1,553,380)		(250,000)	Increased Restriction to Section 7.11 Contributions from additional Interest on Investment income received from Q1
1211142	Investment Income	Op Inc	(2,355,290)	(1,284,202)	(438,000)	Increased General Revenue from additional Interest on Investment income received from Q1
1311025	Business Rates	Op Inc	(15,777,320)	(15,403,282)	344,000	Business Rates written-down and Residential Rates increased
1311110	Financial Assistance Grant	Op Inc	(2,439,360)	(332,403)	1,108,444	50% of Financial Assistant Grant was paid in 2017/18
1311154	Macquarie Park Corridor Levy	Op Inc	(1,529,740)	(1,479,641)	69,000	Business Rates written-down and Residential Rates increased
1311210	Residential Rates	Op Inc	(30,038,570)	(30,094,061)	(56,000)	Business Rates written-down and Residential Rates increased
8611545	Project Management Office	Op Inc	(5,620)		5,620	To align the Motor Vehicle budget
1011114	General Manager's Office	Op Exp	41,430	6,892	(23,540)	To align the Motor Vehicle budget
1011234	Strategy and Innovation	Op Exp		5,433	17,890	To align the Motor Vehicle budget
1011234	Strategy and Innovation	Op Exp	335,291	69,499	(42,000)	Decrease budget due to vacant positions and saving will be offset the increase budget in Governance Section
1211001	Finance Administration	Op Exp	23,520	9,333	6,140	To align the Motor Vehicle budget
1211109	Finance Controlled Items	Op Exp	(389,170)		343,000	Salaries and Wages saving has been brought in account
1311001	Rates & Revenue Administration	Op Exp	117,780	54,347	30,000	Additional bank charges and fees offset by credit card surcharge fees
1311001	Rates & Revenue Administration	Op Exp	(81,940)	(40,205)	(30,000)	Additional bank charges and fees offset by credit card surcharge fees
1411001	Payroll Administration	Op Exp		11,900	11,900	Additional funding required to cover agency staff
2111001	Human Resources Administration	Op Exp		19,339	10,362	Additional funding required to cover agency staff
2111001	Human Resources Administration	Op Exp	2,050	13,950	11,950	LinkedIn not budgeted
2111001	Human Resources Administration	Op Exp		15,875	7,738	Additional funding required to cover casual staff
2111531	Recruitment & Selection Administration	Op Exp		1,200	4,200	Study Assistance not budgeted for

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			<i>Approved Budget 2018/2019</i>	<i>Actual 2018/2019</i>	<i>Proposed Changes 2018/2019</i>	<i>Comments</i>
2211532	Workforce Performance & Review Administration	Op Exp		1,200	1,200	Study Assistance not budgeted for
2311001	WHS Development and Management	Op Exp		9,915	20,000	Increase budget to cover miscellaneous equipment and WHS related programs, to be funded from WHS reserve
2411001	Information Technology Services Administration	Op Exp		258	1,180	Transfer budget from Base Budget Sundries
2411001	Information Technology Services Administration	Op Exp	1,180		(1,180)	Transfer to Food and Beverages
2411201	Purchases	Op Exp	25,170		(12,000)	Budget to be transferred to Manage engine licenses fees
2411238	TechnologyOne	Op Exp	203,930	275,015	103,000	Additional license fee due to increase in rateable properties
2411367	Manage Engine	Op Exp		9,437	12,000	Reflect license actual license cost
5710001	Fleet Services Unit Management OPEX	Op Exp	190,040	56,998	(32,296)	Realign staff cost
8610001	Business Improvements	Op Exp	348,980	90,861	(22,000)	Reduce Salaries and Wages budget due to vacant positions
8611545	Project Management Office	Op Exp	11,770		(11,770)	To align the Motor Vehicle budget
8611545	Project Management Office	Op Exp	126,837	10,726	(20,000)	Decrease budget due to vacant positions and saving will be offset the increase budget in Governance Section
8810001	Project Development Management	Op Exp		442,083	487,020	Opening balance brought forward from 17/18 project management fees for carry over projects 18/19
8810001	Project Development Management	Op Exp	(5,115,860)	(6,036,966)	(487,020)	Opening balance brought forward from 17/18 project management fees for carry over projects 18/20
1130675	Fit For The Future Action Plan Implementation	NCP Exp	150,000		(40,000)	Funding to be transferred to Best Value Review for Building Compliance Certification Section
1130675	Fit For The Future Action Plan Implementation	From Res	(150,000)		40,000	Funding to be transferred to Best Value Review for Building Compliance Certification Section
1311110	Financial Assistance Grant	From Res			(1,260,410)	50% of Financial Assistant Grant was paid in 2017/18
2311001	WHS Development and Management	From Res			(20,000)	To cover miscellaneous equipment and WHS related programs, to be funded from WHS reserve
5710001	Fleet Services Unit Management OPEX	From Res	(228,490)		32,296	Realign staff cost
1211142	Investment Income	To Res	1,553,380		250,000	Increased Restriction to Section 7.11 Contributions from additional Interest on Investment income
1311154	Macquarie Park Corridor Levy	To Res	1,530,760		(69,000)	Business Rates written-down and Residential Rates increased
Total Internal Corporate Services program					115,434	

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Governance and Civic program

1811001	Civic Services Administration	Op Inc	(5,240)	(3,529)	(5,420)	To align the Motor Vehicle budget
1811525	Governance Framework Administration	Op Inc		(1,000)	(5,200)	To align the Motor Vehicle budget
1811001	Civic Services Administration	Op Exp	44,090	9,476	(20,550)	To align the Motor Vehicle budget
1811001	Civic Services Administration	Op Exp	483,002	145,752	(22,000)	Decrease budget due to vacant positions and saving will be offset the increase budget in Governance Section
1811525	Governance Framework Administration	Op Exp		2,940	11,770	To align the Motor Vehicle budget
1811525	Governance Framework Administration	Op Exp	185,252	116,811	75,000	Positions not budgeted for
1911039	Council Meeting Support	Op Exp	171,378	32,732	(16,000)	Decrease budget due to vacant positions and saving will be offset the increase budget in Governance Section
Total Governance and Civic program					17,600	

Land Use Planning program

4111001	Strategic Planning Administration	Op Exp		67,484	20,000	Additional funding required for agency staff
Total Land Use Planning program					20,000	

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Regulatory program

3511001	Building & Land Use Enforcement Administration	Op Inc	(1,152,400)	(722,250)	(75,000)	Increase compliance activities from additional compliance resourcing
3511001	Building & Land Use Enforcement Administration	Op Inc	(4,600)	(3,930)	(6,600)	To align the Motor Vehicle budget
3511200	Public Safety	Op Inc	(5,760)		5,760	To align the Motor Vehicle budget
3711213	Routine Inspections	Op Inc	(306,240)	(68,945)	(11,000)	Increase income to fund new Team Leader position
3711507	Swimming Pool Inspection Program	Op Inc	(4,650)		4,650	To align the Motor Vehicle budget
2811081	Development Assessments	Op Exp	2,015,800	735,731	(20,000)	Reduce Salaries and Wages budget due to vacant positions
3511001	Building & Land Use Enforcement Administration	Op Exp	11,770	9,760	11,770	To align the Motor Vehicle budget
3811007	Regulatory Control	Op Exp	273,280	91,320	(15,000)	Reduce Salaries and Wages budget due to vacant positions
3530761	Best Value Review - Building Compliance & Certification	NCP Exp			40,000	Funding for Best Value Review for Building Compliance Certification Section
3530761	Best Value Review - Building Compliance & Certification	From Res			(40,000)	Funding for Best Value Review for Building Compliance Certification Section
Total Regulatory program					(105,420)	

Economic Development program

4130722	NSW Small Business	NCP Exp			5,000	Increase budget for NSW Small Business project, funded by grant received in 2017/18
4130722	NSW Small Business	To Res			(5,000)	Grant received in 2017/18 financial year to fund NSW Small Business project
Total Economic Development program						

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Changes
2018/2019

Comments

Catchment program

			<i>Approved</i> <i>Budget</i> <i>2018/2019</i>	<i>Actual</i> <i>2018/2019</i>	<i>Proposed</i> <i>Changes</i> <i>2018/2019</i>	<i>Comments</i>
8510001	Stormwater & Asset Integration Unit Management	Op Exp	699,390	188,342	(202,060)	Transfer salaries to Integrated Asset Management program
8511589	Integrated Asset Management	Op Exp		16,337	404,755	To realign salaries in accordance with the new structure
5130760	Eastwood TC Flood Study	NCP Exp			150,000	Eastwood Town Centre fine grain flood study and flood plain management works, as per Council Resolution dated on 27 February 2018
5142894	Small Rd and Lavarack St Drainage Expansion	Cap Exp			150,000	Construction of new stormwater pipeline and upgrade works to the downstream infrastructure
5130760	Eastwood TC Flood Study	From Res			(150,000)	Eastwood Town Centre fine grain flood study and flood plain management works, as per Council Resolution dated on 27 February 2018
5142894	Small Rd and Lavarack St Drainage Expansion	From Res			(150,000)	Construction of new stormwater pipeline and upgrade works to the downstream infrastructure
Total Catchment program					202,695	

Environmental program

3211585	Home Waste and Sustainability	Op Exp	78,000		(68,000)	Reduce the budget to reflect the actuals
3211585	Home Waste and Sustainability	Op Exp		20,014	122,000	Increase the budget to fund additional staff costs
8311001	Environmental Administration	Op Exp	394,600	147,549	18,000	Fully funded waste and environmental compliance role
3211585	Home Waste and Sustainability	From Res	(78,000)		(54,000)	Increase the budget to fund additional staff costs
Total Environmental program					18,000	

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Traffic & Transport program

			<i>Approved Budget 2018/2019</i>	<i>Actual 2018/2019</i>	<i>Proposed Changes 2018/2019</i>	<i>Comments</i>
4710226	Development Management OPEX	Op Exp	286,653	265,449	100,000	Increase salaries and wages budget to fund additional cost in Public Domain Assessments program and the increase funded by VPA Reserve
4710226	Development Management OPEX	Op Exp			350,000	No more contractors used to undertake development related works and temporary staff have been appointed to undertake works
4710226	Development Management OPEX	Op Exp	350,000		(350,000)	No more contractors used to undertake development related works and temporary staff have been appointed to undertake works
4910001	Traffic & Transport Section Management	Op Exp	1,011,080	267,143	(60,000)	Reduce Salaries and Wages budget due to vacant positions
4930729	Devlin Street Traffic Study	NCP Exp			19,486	Ryde Central Implications
4930732	Eastwood Traffic & Parking Study	NCP Exp	81,109		146,609	Funding for Eastwood Traffic & Parking Study project
4942891	Cambridge St Gladesville - Traffic Mgmt Devices	Cap Inc			(35,000)	Additional RMS Blackspot Grant received
4942893	Top Ryde - Construction of 40km/hr HPAA	Cap Inc			(513,100)	Additional RMS Grant received
4942890	Feasibility Multi-deck Car Park Rowe St Eastwood	Cap Exp			550,000	Increase budget for preparation of a preferred design for the provision of min 150 shopper car parking spaces in Eastwood project as per Council Resolution dated on 24 July 2018
4942891	Cambridge St Gladesville - Traffic Mgmt Devices	Cap Exp			35,000	RMS Funding to remove a BLACKSPOT from the Ryde LGA and improved Safety
4942893	Top Ryde - Construction of 40km/hr HPAA	Cap Exp			513,100	RMS Funded safe speeds in high pedestrian activity and local area program
4710226	Development Management OPEX	From Res			(100,000)	Increase salaries and wages budget to fund additional cost in Public Domain Assessments program and the increase funded by VPA Reserve
4930729	Devlin Street Traffic Study	From Res			(19,486)	Ryde Central Implications
4930732	Eastwood Traffic & Parking Study	From Res	(81,109)		(146,609)	Funding for Eastwood Traffic & Parking Study project
4942890	Feasibility Multi-deck Car Park Rowe St Eastwood	From Res			(550,000)	Increase budget for preparation of a preferred design for the provision of min 150 shopper car parking spaces in Eastwood project as per Council Resolution dated on 24 July 2018
Total Traffic & Transport program					(60,000)	

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Waste and Recycling program

5810001	DWM Unit Management	Op Exp	395,760	175,544	129,185	Realign staff cost
5810404	DWM Waste Billing OPEX	Op Exp	280,620	111,373	(32,296)	Realign staff cost
5830698	Community Problem Waste Recycling Centre	NCP Exp	190,000		15,125	Increase budget to reflect the actual payment for council proportion of the CRC at Artarmon
50027	Old Landfill SitesSubsidence Renewal	Cap Inc			(150,000)	Additional capital contribution received from Eastwood Ryde Netball Association to Co-fund two netball courts at Meadowbank Park
50027	Old Landfill SitesSubsidence Renewal	Cap Exp	250,000	114,280	280,000	Additional funding for Meadowbank Park - Netball Resurfacing
50027	Old Landfill SitesSubsidence Renewal	From Res	(250,000)		(130,000)	Additional funding for Meadowbank Park - Netball Resurfacing
5810001	DWM Unit Management	From Res	(507,760)		(129,185)	Realign staff cost
5810404	DWM Waste Billing OPEX	From Res	(356,950)		32,296	Realign staff cost
5830698	Community Problem Waste Recycling Centre	From Res	(190,000)		(15,125)	Increase budget to reflect the actual payment for council proportion of the CRC at Artarmon
Total Waste and Recycling program						

Property Portfolio program

5610502	Property Portfolio Management OPEX	Op Inc	(6,240)	(1,964)	(5,620)	To align the Motor Vehicle budget
5510001	Building Services Unit Management	Op Exp	1,225,620	225,213	(167,000)	Transfer salaries and wages budget to Oper - Toilet Blocks program
5610502	Property Portfolio Management OPEX	Op Exp	11,770	3,900	11,770	To align the Motor Vehicle budget
5610502	Property Portfolio Management OPEX	Op Exp	657,632	103,969	(64,593)	Realign staff cost
Total Property Portfolio program					(225,443)	

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Roads program

4710001	Road Services Unit Management	Op Inc	(950,080)	(118,410)	478,361	50% of Financial Assistant Grant was paid in 2017/18
4710001	Road Services Unit Management	Op Inc	(73,810)		73,810	Removed duplication of M2 Grant Income
4710001	Road Services Unit Management	Op Exp	393,600	230,383	(202,695)	Transfer salaries to the new Integrated Asset Management program
50004	Road Kerb Renewal	Cap Exp	4,904,432	1,028,448	170,000	Additional costs relate to detailed design works for Princess Street & Terry Road projects
50004	Road Kerb Renewal	From Res	(4,904,432)		(170,000)	Additional costs relate to detailed design works for Princess Street & Terry Road projects
4710001	Road Services Unit Management	From Res			(466,179)	50% of Financial Assistant Grant was paid in 2017/18
Total Roads program					(116,703)	

Foreshore program

4830759	Kissing Point Boat Ramp Repairs	NCP Inc			(15,000)	RMS Grant for installation and construction of a temporary solution to add another slab to the end of Kissing Point ramp
4830759	Kissing Point Boat Ramp Repairs	NCP Exp			15,000	installation and construction of a temporary solution to add another slab to the end of Kissing Point ramp
8442387	Bennelong Park Groyne and Foreshore Improvement	Cap Inc	(340,000)		331,000	Reduced grant funding for Bennelong Park project as RMS will undertake the works
8442387	Bennelong Park Groyne and Foreshore Improvement	Cap Exp	350,864		(331,000)	Reduced grant funding for Bennelong Park project as RMS will undertake the works
Total Foreshore program						

Paths and Cycleways program

51001	Cycleways Construction Expansion	Cap Inc			(1,044,007)	Additional RMS grant for construction of a shared use path on Epping Rd from Lane Cove Rd to Vimiera Rd - Stage 3
51001	Cycleways Construction Expansion	Cap Exp	1,140,072	491,150	1,044,007	Additional RMS grant for construction of a shared use path on Epping Rd from Lane Cove Rd to Vimiera Rd - Stage 4
Total Paths and Cycleways program						

GRAND TOTAL					(437)	
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Appendix C - Consolidated Income & Expenditure Estimates 2018/2019
Includes all Special Rates & Levies

	<i>Original Budget 2018/2019 \$'000</i>	<i>C/Over Budget 2018/2019 \$'000</i>	<i>TOTAL Original Budget 2018/2019 \$'000</i>	<i>Sep Changes 2018/2019 \$'000</i>	<i>Dec Changes 2018/2019 \$'000</i>	<i>Mar Changes 2018/2019 \$'000</i>	<i>Jun Carryovers 2018/2019 \$'000</i>	<i>Jun Changes 2018/2019 \$'000</i>	<i>PROPOSED Budget 2018/2019 \$'000</i>	<i>ACTUAL YTD 2018/2019 \$'000</i>	<i>APPROVED Budget 2018/2019 \$'000</i>	<i>VARIANCE TO ACTUAL 2018/2019 \$'000</i>
PROJECTED OPERATING RESULT												
OPERATING REVENUE												
Rates & Annual Charges	87,949		87,949	(357)					87,592	88,810	87,949	(1,218)
User Charges & Fees	17,863		17,863	86					17,949	5,043	17,863	12,906
Interest	4,574		4,574	688					5,262	2,236	4,574	3,026
Other Operating Revenue	12,538		12,538	(49)					12,489	3,217	12,538	9,272
Operating Grants & Contributions	7,360	35	7,395	(1,646)					5,749	2,098	7,395	3,651
TOTAL OPERATING REVENUE	130,284	35	130,319	(1,278)					129,041	101,404	130,319	27,637
OPERATING EXPENSES												
Employee Costs	49,974		49,974	194					50,167	13,049	49,974	37,118
Materials & Contracts	34,329	981	35,310	128					35,438	9,426	35,310	26,013
Borrowing Costs	133		133						133	33	133	100
Other Operating Expenses	18,124		18,124	114					18,238	6,520	18,124	11,717
TOTAL OPERATING EXPENSES	102,559	981	103,541	436					103,976	29,028	103,541	74,948
Operating Result Before Capital Amounts	27,725	(947)	26,778	(1,714)					25,065	72,376	26,778	(47,311)
Capital Grants & Contributions	20,780	55	20,835	4,191					25,026	22,521	20,835	2,505
In-kind Contributions												
Net Gain / (Loss) on Disposal of Assets										402		(402)
Total Capital Income	20,780	55	20,835	4,191					25,026	22,923	20,835	2,103
Operating Result Before Depreciation	48,505	(891)	47,613	2,477					50,090	95,299	47,613	(45,209)
Depreciation & Impairment	19,416		19,416						19,416	697	19,416	18,720
Operating Result	29,088	(891)	28,197	2,477					30,674	94,602	28,197	(63,928)

Appendix C - Consolidated Income & Expenditure Estimates 2018/2019
Includes all Special Rates & Levies

PROJECTED FUNDING	Original Budget	C/Over Budget	TOTAL Original Budget	Sep Changes	Dec Changes	Mar Changes	Jun Carryovers	Jun Changes	PROPOSED Budget	ACTUAL YTD	APPROVED Budget	VARIANCE TO ACTUAL
OPERATING RESULT	29,088	(891)	28,197	2,477					30,674	94,602	28,197	(63,928)
Funding												
ADD (Non-Cash) - Depreciation	19,416		19,416						19,416	697	19,416	18,720
ADD (Non-Cash) - ELE Accruals												
ADD (Non-Cash) - Interest on Security Deposits - Accruals												
ADD Book Value of Assets Disposed	1,200		1,200						1,200	173	1,200	1,027
Cash Available to Fund Capital Expenditure	49,705	(891)	48,813	2,477					51,290	95,472	48,813	(44,181)
CAPITAL EXPENDITURE												
City Planning and Development	6,589	3,094	9,684	4					9,687	2,038	9,684	7,650
City Works and Infrastructure	32,975	11,346	44,321	3,523					47,845	12,168	44,321	35,676
Customer and Community Services	2,576	174	2,750	44					2,794	393	2,750	2,401
Corporate and Organisational Support Services	2,498	564	3,062	550					3,612	684	3,062	2,928
TOTAL CAPITAL EXPENDITURE	44,639	15,178	59,817	4,121					63,938	15,284	59,817	48,655
Cash Flow to Fund	5,066	(16,070)	(11,004)	(1,644)					(12,648)	80,188	(11,004)	(92,836)
Financed by:												
Opening Working Capital	4,608	397	5,005						5,005	5,005	5,005	
Borrowings												
New Borrowings	700		700						700		700	700
Less: Loan Repayments	(951)		(951)						(951)	(420)	(951)	(531)
Net Loan Funds (Payments/Receipts)	(251)		(251)						(251)	(420)	(251)	169
Reserves	(4,815)	16,070	11,255	1,644					12,899	50	11,255	12,849
Closing Working Capital	4,608	397	5,005	0					5,005	84,823	5,005	(79,818)