

8.3.1 MARCH 2016 FINANCIAL PERFORMANCE REPORT

File No:	Financial Reporting
Author:	Coordinator Financial Services Corporate Services Department
Appendices:	App A - 2015/16 Capital Program Adjustments
Attachments:	Att 1 - March 2016 Financial Performance Report

PURPOSE

To meet Council's legislative obligations, a monthly report is to be presented to Council on its financial performance and investments.

EXECUTIVE SUMMARY

The monthly financial performance report provides Council with a summary of performance against budget at the end of each month in terms of the operating result and delivery of the capital program.

Operating Performance

The operating result at 31 March 2016 of \$87.0 million shows a positive variance of \$11.0 million compared to the YTD current budget.

Table 1: Operating Result as at 31 March 2016

March 2015	Current Budget \$000	YTD Current Budget \$000	YTD Actual \$000	YTD Variance \$000	Variance %
Operating Revenue	395,974	345,808	350,720	4,912	1.4
Operating Expenses	371,661	269,793	263,704	(6,089)	2.3
Operating Result	24,313	76,015	87,015	11,001	14.5

Capital Performance

As at 31 March 2016, \$101.2 million (60.8%) of Council's \$166.1 million 2015/16 Capital Works Program was financially expended (including region making projects). The year to date anticipated spend was \$108.6 million, with financial expenditure 6.8% behind budget.

The core Capital program has actual spend of \$84.7 million against a target of \$92.6 million, 8.5% behind budget.

The March Financial Performance Report will amend the capital program, with a \$7.3 million reduction. The reductions all relate to land purchases which will not occur in the current financial year. The budget for these purchases will be included in the 2016/17 capital works program.

Investment Performance & Cash holdings

Council's investment portfolio remains within the guidelines established under the Investment Policy.

For the month ending 31 March 2016 Council had \$348.1 million in investment cash (excluding Trust Fund) with an average interest rate of 3.1%, being 0.79% above benchmark.

OFFICER RECOMMENDATION

That Council:

- (a) receive and note the report titled “March 2016 Financial Performance Report”.
- (b) adopt the amended 2015/16 Capital Program to include the identified capital budget adjustments (Appendix A).

FINANCE AND RESOURCING

This report will amend the current capital expenditure budget by reducing the 2015/16 Capital Program by \$7.3 million.

CORPORATE PLAN

Corporate Plan Goal: *A public sector leader*
Outcome: 5.2 - A financially sustainable organisation
Operational Activity: 5.2.2 - Ensure council's finances are well managed and systems are in place to analyse performance, generate revenue, reduce costs and manage contracts

CONSULTATION

Internal Consultation

All departments or branches participated in the formation of the recommendations associated with this report.

External Consultation

No external consultation is required for this report.

Community Engagement

No community engagement is required for this report.

PROPOSAL

The operating result at 31 March 2016 of \$87.0 million shows a positive variance of \$11.0 million compared to the YTD current budget.

Achievement of the full year budgeted operating result will allow Council to meet its debt repayments and capital expenditure commitments.

Operating Revenue

Year to Date (YTD) actual revenues as at 31 March 2016 of \$350.7 million shows a positive variance of \$4.9 million.

Table 2: Substantial Revenue variances as at 31 March 2016

Operating Revenue Large Variances	YTD Current Budget \$000	YTD Actual \$000	YTD Variance \$000	Variance %
Net Rates and Utility Charges	240,494	241,779	1,285	0.5
Fees and Charges	47,015	49,224	2,210	4.7
Other Revenue	11,000	12,011	1,010	9.2

Net Rates & Utilities Charges

Following the January 2016 rates run there is a favourable variance in general rates of \$1.3 million of which all relates to prepaid rates. This variance has been consistent for the last 3 months, and work is currently underway to determine if there will be any full year benefits.

Fees & Charges

The March 2016 results are showing a favourable variance of \$2.2 million which relates to:

- \$919,000 for development services fees and charges, 6% favourable to budget
- \$450,000 for increased holiday park fees (mainly Coolum & Cotton Tree), overall the Holiday Parks are \$404,000 favourable to budget
- \$295,000 favourable variance in waste tip fees (5.6% favourable to budget) and
- \$136,000 favourable variance for the Sunshine Coast Stadium, overall the Stadium is \$164,000 favourable to budget.

Other Revenue

The favourable variance of \$1.0 million related to:

- \$260,000 favourable variance due to increased rebates in Fleet and Recoverable Civil Works
- \$79,000 in higher recoveries for the Waste retail facility and sale of metal due to higher prices than anticipated during Budget Review 2 2015/16
- \$96,000 in increased lease revenue and electricity recoupment and
- Major Venues favourable other revenue of \$188,500.

Operating Expenses

Year to Date (YTD) actual expenditure as at 31 March 2016 of \$263.7 million shows a positive variance of \$6.1 million.

Table 3: Substantial Expenditure variances as at 31 March 2016

Operating Expenditure Large Variances	YTD Current Budget \$000	YTD Actual \$000	YTD Variance \$000	Variance %
Employee Costs	90,756	90,273	(483)	(0.5)
Materials and Services	108,222	102,294	(5,929)	(5.5)

Employee Costs

Employee costs are currently showing a favourable variance of \$483,000, or 0.5%. This has decreased slightly from February 2016 due to a number of vacancies being filled.

Materials and Services

Materials and Services are \$5.9 million favourable to budget at the end of March 2016 (5.5%). There is a general underspend at the end of March across all departments with some more significant areas being:

- timing variance on new waste contracts yet to incur actual costs \$989,000, reduced from January
- lower prices of fuel have resulted in a favourable variance of \$278,000
- reduced internal asphalt sales from the Quarry resulting in a reduction in materials required to produce goods and a favourable material spend of \$542,000

- operating projects and levies are \$1.84 million favourable to budget, with these funds quarantined for the delivery of Council approved projects and
- Property Branch \$520,000 favourable due to a range of timing differences including electricity and water and sewerage costs.

Capital Revenue

Capital revenues, at \$85.6 million, are favourable to the YTD current Budget of \$74.8 million. Cash grants and cash contributions are ahead of budget by \$5 million. Constructed assets for the March quarter have been recognised and are in line with the year to date budget. Capital contributions are \$4.0 million favourable to budget, with performance remaining strong in this area.

Table 4: Capital revenue variances as at 31 March 2016

Capital Revenue	YTD Current Budget \$000	YTD Actual \$000	YTD Variance \$000	Variance %
Capital Grants and Subsidies	4,048	9,136	5,088	125.7
Capital Contributions - Cash	20,007	23,995	3,988	19.9
Contributed Assets	50,750	52,476	1,726	3.4

Capital Expenditure

As at 31 March 2016, \$101.2 million (60.8%) of Council's \$166.1 million 2015/16 Capital Works Program was financially expended (including region making projects). The year to date anticipated spend was \$108.6 million, with financial expenditure 6.8% behind budget.

The core Capital program has actual spend of \$84.7 million against a target of \$92.6 million, 8.5% behind budget.

The March Financial Performance Report will amend the capital program, with a \$7.3 million reduction. The reductions all relate to land purchases which will not occur in the current financial year. The budget for these purchases will be included in the 2016/17 capital works program. The details of the sub programs impacted by the deferral are set out in Appendix A and include:

- LGIP Corridors and Active Transport \$4.98 million
- Environmental Land \$1.10 million and
- Maroochydhore City Centre Land Purchases \$1.26 million

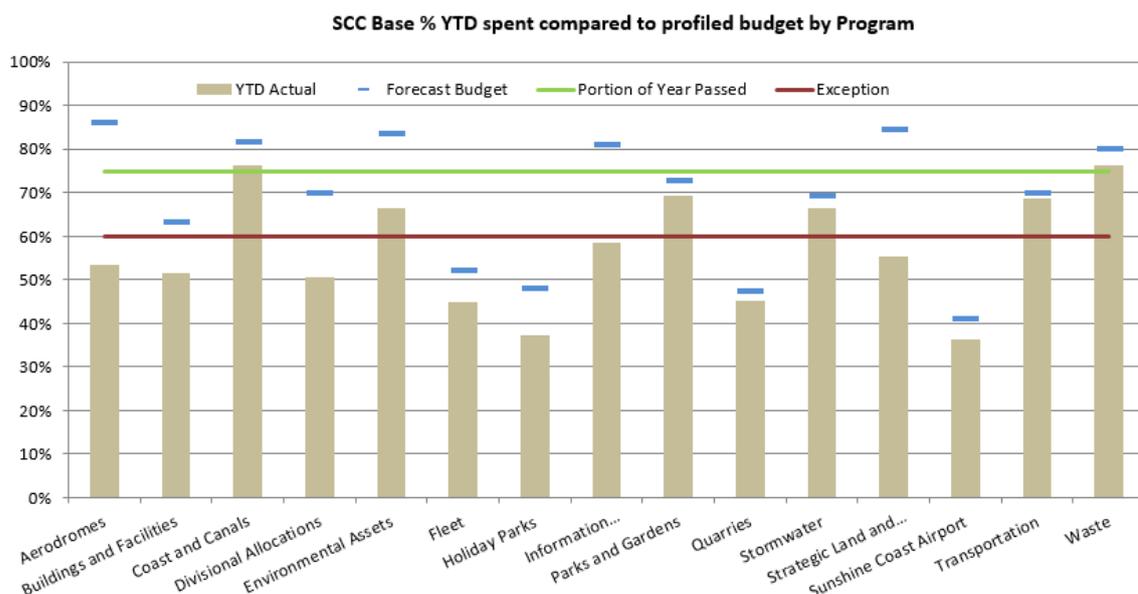
The region making projects have expended \$16.4 million, against a target of \$16.0 million.

Table 5: Capital expenditure variances by program as at 31 March 2016

Capital Works Program	Forecast Budget \$000	YTD Current Budget \$000	YTD Actual \$000	YTD Variance	% Variance on YTD budget
Aerodromes	548	472	293	(179)	(38.0)
Buildings and Facilities	8,746	5,529	4,513	(1,017)	(18.4)
Coast and Canals	2,042	1,668	1,557	(111)	(6.7)
Divisional Allocations	3,560	2,488	1,805	(683)	(27.4)
Environmental Assets	1,669	1,397	1,110	(287)	(20.5)
Fleet	3,935	2,057	1,768	(289)	(14.1)
Holiday Parks	792	382	294	(87)	(22.9)
Information Technology	5,032	4,072	2,938	(1,134)	(27.8)
Parks and Gardens	15,328	11,139	10,602	(538)	(4.8)
Quarries	496	235	223	(12)	(5.0)
Stormwater	6,802	4,708	4,529	(179)	(3.8)
Strategic Land and Commercial Properties	6,658	5,964	3,909	(2,055)	(34.5)
Sunshine Coast Airport	5,792	2,388	2,111	(277)	(11.6)
Transportation	62,596	43,820	43,070	(750)	(1.7)
Waste	7,818	6,272	5,962	(310)	(4.9)
Total SCC Core Capital Program	131,814	92,591	84,684	(7,907)	(8.5)
Corporate Major Projects	100	67	46	(21)	-
Maroochydore City Centre - SCC Delivery	8,044	6,412	6,417	6	0.1
Maroochydore City Centre - Suncentral Delivery	7,754	2,815	3,225	411	14.6
Solar Farm	9,866	6,214	6,204	(10)	-
Sunshine Coast Airport Runway	1,225	468	588	120	25.6
Total Other Capital Program	26,990	15,975	16,481	505	3.2
TOTAL	158,804	108,567	101,165	(7,401)	(6.8)

Note: The Forecast Budget figures contained in the above table are inclusive of the budget amendment requested in this report.

The following Base Capital Projects have further information provided due to YTD spend of less than 50%.



Aerodromes

The two major projects within the Aerodromes program are both in construction, with completion expected late April/ early May 2016. These projects make up 46% of the Aerodromes program. There was a 2 week delay with the emergency access to Caloundra Road project due to issues with the Department of Transport and Main Roads, which have now been resolved. This delay has caused the Aerodrome program to fall behind schedule, however it is still anticipated that all projects can be delivered this financial year.

Buildings & Facilities

The YTD profiled budget of 63% expected completion is a reflection that the projects scheduled for the latter half of the financial year are underway:

- the construction of the Sippy Creek Animal Pound/ Refuge (\$1.8 million), being managed by Project Delivery Branch, continues to be delivered on schedule. This project has a 50% financial completion rate. This is a multiyear project, with completion expected next financial year
- the new retractable theatre seating at the Events Centre was installed in March 2016
- within the \$850,000 Aquatic Facilities capital program, the largest capital job to replace the Cotton Tree Heat Pumps has been completed. Contracts have now been awarded for a further four capital projects worth \$355,000, with works to commence from mid-May 2016 and
- the Roys Road Depot Master Plan is a multi-year staged project, with the design and early site preparation works still anticipated to be completed by the end of the financial year. Construction has started on this project and is on track with schedule, with a 33% financial completion.

Fleet

This \$3.9 million program is currently 44.9% financial complete. A further 45% of the program has been committed with a significant portion relating to large roads maintenance trucks that require seven month build time. The first round of trucks have been delivered to the Coast, with expected delivery & payment in late April 2016. May and June 2016 will see delivery and payment for all remaining deliveries, which remain on schedule.

Holiday Parks

There are two significant projects amounting to 63% of the program, both have started to incur costs and expect to expend current year funds by June 2016:

- Maroochy Beach Camp Kitchen – the contract has been awarded, with construction to commence late April, once the Australian National Titles have concluded. Completion still anticipated in Mid-June 2016 and
- Mudjimba Expansion is a two year project that will commence in April 2016, with further funds available in the 2016/17 program. The contract to complete the works required to the onsite services has been awarded, and bulk earthworks are expected to commence late April 2016.

Quarries

The \$500,000 Quarry Program is currently 45.1% financial complete. A significant portion of the program is attributable to Quarry Development Works which will be informed by a Geotechnical report currently underway. This report is due to be finalized early June. Allocated funds are expected to be delivered this financial year. The other major allocation relates to a staged electrical & computer system upgrade for the asphalt plant, technical work has been finalized, with installation scheduled for early June 2016, once Reseal works subside.

Strategic Land & Commercial Properties

Of the \$11.5 million land program, settlements have been reached on seven projects. A further 10 purchases are expected to be completed this financial year, with 9 purchases to be finalised in 2016/17 (see Appendix A).

Sunshine Coast Airport

The Aerospace precinct Stage 3 project has been finalized, with costs coming in well under budget. The savings on this project are to be allocated to the international terminal upgrade, where tenders for the upgrade came in over initial estimates. This upgrade is now scheduled to be a multiyear project due to time constraints with international flights. It is anticipated that all funds within the program will be committed prior to year end.

Information Technology

The Information Technology program has expended 58.4% of full year budget expended at the end of March 2016, however this is \$1.1 million behind forecasted spend. The only identified risk to financial completion of this program is a final payment for the Events management software. This payment will not take place until any post implementation issues have been resolved, with a scheduled implementation in mid-June 2016, this is unlikely to take place in this financial year.

Transportation

The transportation is on track with 67.5% of full year budget expended at the end of March, however a comment is being provided due to the significant size of this program.

Highlights

- the Road Safety sub program has been 100% financially completed
- all underground works at Evans Street have been completed, with official opening of the new lanes scheduled for late April 2016
- the sub-programs of Bridges, Gravel Roads, Pedestrian/Cycling Facilities, Local Streetscapes and Active Transport total \$14.5 million, and is at 82% financial completion. All these sub-programs make up 38% of the Transportation Budget, with all running above 72% to date and
- the reseal and rehabilitation program is 73% financially complete, of the 302 planned projects, 143 (47.3%) were in a completed status and a further 139 (46%) are in the construction phase.

Risks

- there are 65 projects identified for completion by end of June 2016, of which 23 (35%) are planned to be completed externally. Additional temporary resources have been provided to facilitate delivery of the design program by the end of the financial year. There is a still a risk that not all designs will be completed and financially expended this financial year, with some designs currently with third party contractors not expected to be completed by year end. All funds are expected to be financially committed prior to year end and
- the Transportation program includes \$2.5 million in land acquisitions which are difficult to forecast. \$1.2 million in land purchases will be finalised in 2016/17 (See Appendix A).

Table 6: Capital job quantities and budgeted value by status as at 31 March 2016 (excluding region making projects):

Project summary by Job status (SCC Base only)	Number of Capital Jobs	%	Current Budget \$000	%
Not Started	45	3.3%	1,282	0.9%
Works in Progress	668	49.1%	87,977	63.8%
Complete	593	43.6%	44,982	32.6%
On Hold	55	4.0%	3,655	2.7%
Total	1,361		137,896	

The number of jobs in a not started status in the month of March reduced from 49 to 45 jobs.

Jobs completed went from 549 in January 2016 (\$38.3 million) to 593 in March 2016 (\$45.0 million).

It is anticipated that 99 jobs worth \$10.6 million will remain in a works in progress or not started status at the end of the financial year. This is due to the projects being:

- multi-year projects
- divisional allocation funds not yet allocated and
- whole of region emergent works not yet allocated.

Investment Performance & Cash Holdings

Council's investment portfolio remains within the guidelines established under the Investment Policy.

For the month ending 31 March 2016 Council had \$348.2 million in investment cash (excluding Trust Fund) with an average interest rate of 3.10%, being 0.79% above benchmark.

Comparing these results to the same period last year, Council held \$290.6 million in cash (excluding Trust Fund) and the average interest rate was 3.18%, being 0.75% above benchmark.

The benchmark used to measure performance of cash funds is Bloomberg AusBond Bank Bill Index (BAUBIL) and the Bank Bill Swap Rate (BBSW) for term deposits.

Table 7: Cash Flow variances as at 31 March 2016

Net Cash Flows	YTD Current Budget \$000	YTD Actual \$000	YTD Variance \$000	Variance %
Operating Activities	128,329	151,418	23,089	0.2
Investing Activities	(96,817)	(77,411)	19,406	(0.2)
Financing Activities	(13,746)	(13,746)	-	-
Closing Cash Balance	305,152	347,647	42,495	0.1

The financial ledger cash balance at the end of March 2016 was \$347.6 million, which was \$42.5 million above forecasted cash holdings. This higher cash holding is made up of lower than anticipated spend on capital and operating projects and higher than anticipated revenues.

Legal

This report ensures that Council complies with its legislative obligations with respect to financial reporting in accordance with Section 204 of the *Local Government Regulation 2012*.

Investment of funds is in accordance with the provisions of the *Statutory Bodies Financial Arrangements Act 1982* and the associated Regulations and the *Local Government Act 2009*.

Policy

Council's 2015/16 Investment Policy, 2015/16 Debt Policy, 2015/16 Revenue Policy and Revenue Statement.

Corporate Services Credit Accounts, Debt Collection and Write Off Policy.

Risk

Failure to achieve the budgeted operating result will negatively impact Council's capacity to complete its capital expenditure program.

Previous Council Resolution

Special Meeting Budget 25 June 2015, Council adopted the 2015/2016 Budget - Council Resolution (SM15/20)

That Council:

- (a) *receive and note the report titled "Adoption of the 2015/2016 Budget and Forward Estimates for the 2016/2017 to 2024/2025 Financial Years"*
- (b) *adopt the 2015/2016 Capital Works Program, endorse the indicative four-year program for the period 2016/2017 to 2019/2020, and note the five-year program for the period 2020/2021 to 2024/2025 (Appendix A) and*
- (c) *adopt the 2015/2016 Budget Schedules (Appendix B) including Forward Estimates.*

Ordinary Meeting 17 September 2015, Council adopted the Budget Review 1 2015/16 (OM15/151)

That Council:

- (a) *receive and note the report titled "Budget Review 1 2015/16"*
- (b) *adopt the amended 2015/16 Budget Financial Statements to include the identified operating and capital budget adjustments (Appendix A)*
- (c) *establish a Natural Disaster Restricted Cash Component of \$5 million, funded from the 2014/15 operating result and*
- (d) *in addition to (b) and (c), amend the budget to include the sum of \$90,000 in 2015/16 budget for Caloundra Skate Park as part of the Aquatic Centre complex.*

Ordinary Meeting 28 January 2016, Council adopted the Budget Review 2 2015/16 (OM16/3)

That Council:

- (a) *receive and note the report titled "Budget Review 2 2015/16" and*

- (b) *adopt the amended 2014/15 Budget Financial Statements to include the identified operating and capital budget adjustments (Appendix A).*

Ordinary Meeting 28 January 2016, Council adopted the Mary Cairncross Scenic Reserve Building Renewal Project – Construction Funding (OM16/8)

That Council:

- (a) *receive and note the report titled “**Mary Cairncross Scenic Reserve Building Renewal Project - Construction Funding**”, including the artists impressions for the final design*
- (b) *note the Queensland Tourism Infrastructure Fund \$1 million funding offer and the associated funding agreement conditions stating that Council is required to provide evidence on or before 31 January 2016 that it has (or has secured) sufficient funding (in addition to the Grant) required to complete the Activity and entering into a building contract with the successful tenderer on or before 15 March 2016*
- (c) *authorise the Chief Executive Officer to enter into contract with the successful tenderer*
- (d) *endorse the bringing forward of \$2,768,650 from 2017/18 – 2020/21 to the 2016/17 capital forecasts for the Environmental Visitor Education Facilities Sub Program to bring the budget to \$3,218,650 for approval during the 2016/17 budget adoption and*
- (e) ***note that there is a proposed increase in the 2015/16 adopted capital budget for the Environmental Visitor Education Facilities Sub Program of \$266,350 as part of Budget Review 2***
- (f) *allocate a maximum of \$20,000 from existing budgets for twelve months commencing March 2016 to assist in the establishment of temporary facilities to provide continuity in the provision of hospitality services at the reserve during the demolition and construction phase of the building renewal project.*

Ordinary Meeting 21 April 2016, February 2016 Financial Performance Report (OM16/51)

That Council:

- (a) *receive and note the report titled “February 2016 Financial Performance Report” and*
- (b) *adopt the amended 2015/16 Capital Program to include the identified capital budget adjustments (Appendix A).*

Related Documentation

There is no related documentation for this report.

Critical Dates

There are no critical dates for this report.

Implementation

There are no implementation details to include in this report.



Financial Performance Report

March 2016

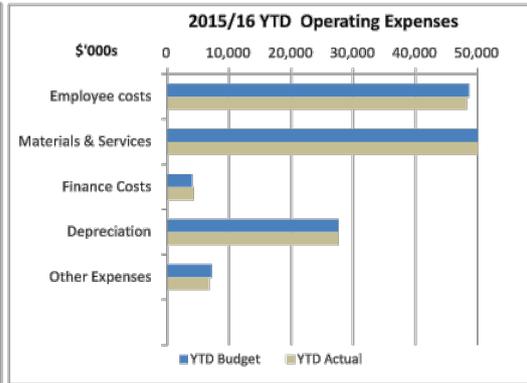
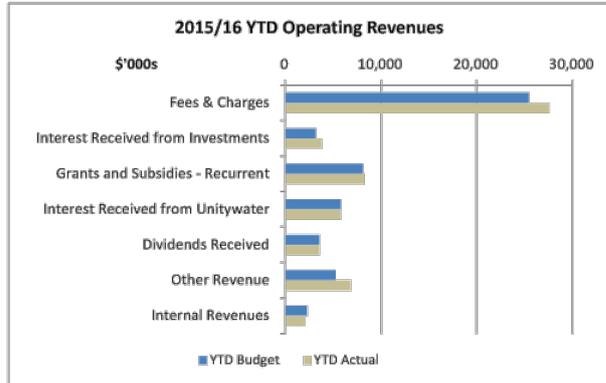


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March 2016 Financial Performance Report

FINANCIAL PERFORMANCE REPORT		March 2016
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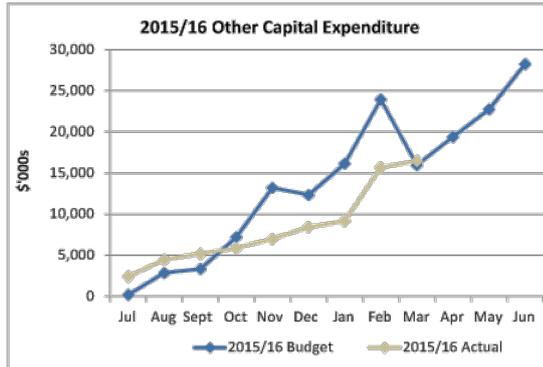
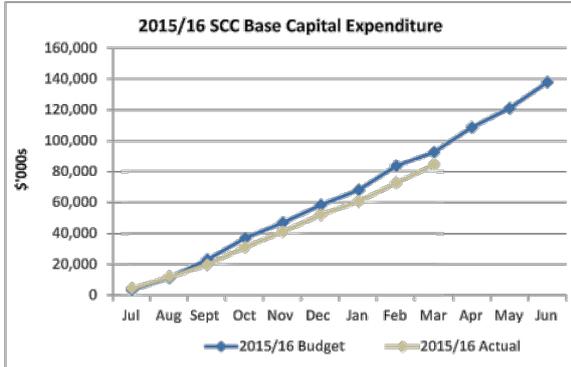
Item 8.3.1 **March 2016 Financial Performance Report**
March 2016 Financial Performance Report

FINANCIAL PERFORMANCE REPORT						March 2016
HEADLINE - OPERATING						
	Annual		YTD			
	Original Budget \$000s	Current Budget \$000s	Current Budget \$000s	Actuals \$000s	Variance \$000s	Variance %
Operating Revenue	386,107	395,974	345,808	350,720	4,912	1.4%
Operating Expenses	364,650	371,661	269,793	263,704	(6,089)	(2.3%)
Operating Result	21,457	24,313	76,015	87,015	11,001	14.5%
NET Result	62,975	126,281	150,819	172,537	21,718	14.4%



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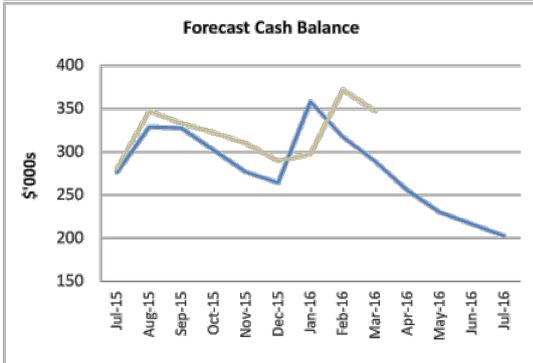
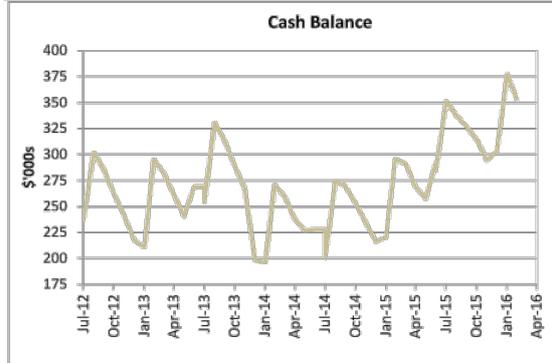
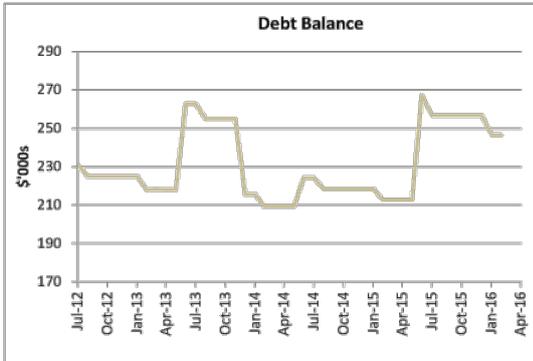
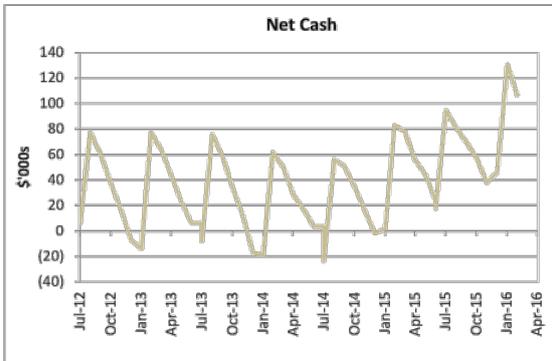
HEADLINE - CAPITAL						
	Annual		YTD			
	Original Budget \$000s	Current Budget \$000s	Current Budget \$000s	Actuals \$000s	Variance \$000s	Variance %
Capital Revenue	41,518	101,968	74,804	85,607	(10,803)	
Other Capital Revenues	111,768	111,903	57,682	52,002	5,680	
Total Capital Revenues	153,286	213,871	132,486	137,609	(5,123)	
Capital Works Expenditure	183,368	166,146	108,567	101,148	7,419	(6.83%)
Other Capital Expenditure	40,156	83,156	34,000	73,110	(39,111)	
Total Capital Expenditure	223,524	249,301	142,566	174,258	(31,692)	
Funds from General Reserve	70,238	35,430	10,080	36,649	(26,569)	



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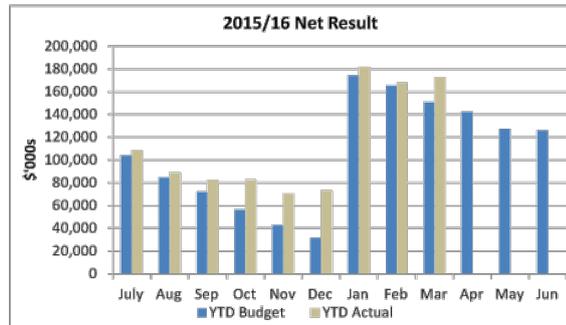
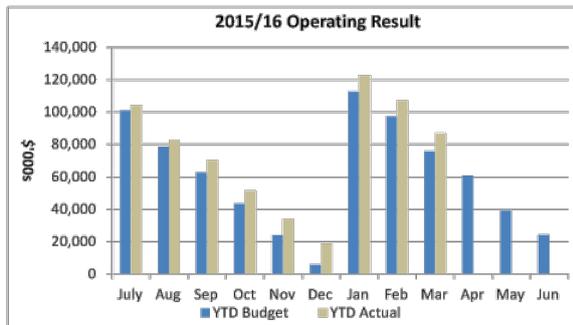
FINANCIAL PERFORMANCE REPORT March 2016
HEADLINE - CASH AND BALANCE SHEET

	Annual		YTD		
	Original Budget \$000s	Current Budget \$000s	Actuals \$000s	Forecast Budget \$000s	Variance \$000s
CASH FLOWS					
Opening Cash	229,692	287,386	287,386	287,386	0
Net Cash Inflow/(Outflows) from:					
Operating Activities	82,091	84,628	151,418	128,329	23,089
Investing Activities	(141,850)	(63,758)	(77,411)	(96,817)	19,406
Financing Activities	29,179	29,179	(13,746)	(13,746)	0
Net Increase/(decrease) in Cash Held	(30,581)	50,049	60,261	17,766	42,495
Cash at year end	199,111	337,435	347,647	305,152	42,495
BALANCE SHEET					
Current Assets	223,040	345,233	381,537		
Non Current Assets	4,471,353	4,592,386	4,617,651		
Total Assets	4,694,394	4,937,619	4,999,188		
Current Liabilities	92,112	107,613	67,287		
Non Current Liabilities	311,641	180,075	288,172		
Total Liabilities	403,753	287,688	355,459		
Net Community Assets/ Total Community Equity	4,290,641	4,649,931	4,643,729		



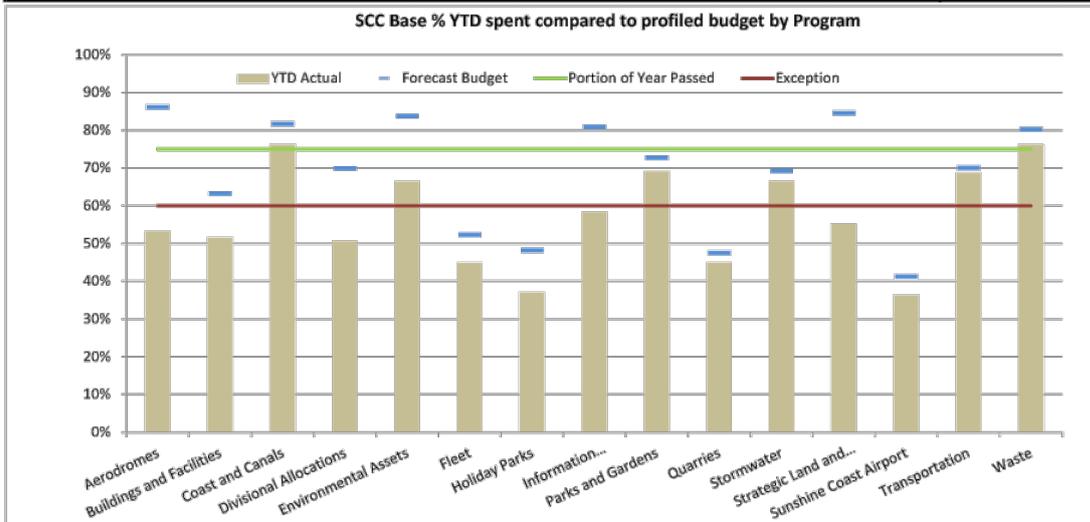
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FINANCIAL PERFORMANCE REPORT							March 2016
STATEMENT OF INCOME & EXPENSES							
	Annual		YTD				Annual
	Original Budget \$000s	Current Budget \$000s	Current Budget \$000s	Actuals \$000s	Variance \$000s	Variance %	Forecast Budget \$000s
Operating Revenue							
Net Rates and Utility Charges	243,381	244,090	240,494	241,779	1,285	0.5%	244,090
Fees and Charges	54,733	59,878	47,015	49,224	2,210	4.7%	59,878
Interest Received from Investments	7,700	8,530	6,615	7,071	456	6.9%	8,530
Operating Grants and Subsidies	11,946	12,115	10,498	10,728	230	2.2%	12,115
Operating Contributions	696	1,136	862	813	(49)	(5.7%)	1,136
Interest Received from Unity Water	23,933	23,933	11,645	11,642	(3)	(0.0%)	23,933
Dividends Received	26,162	26,162	13,320	13,319	(1)	(0.0%)	26,162
Other Revenue	11,132	13,673	11,000	12,011	1,010	9.2%	13,673
Internal Sales/Recoveries	6,424	6,458	4,359	4,132	(227)	(5.2%)	6,458
Community Service Obligations	(0)	(0)	0	0	(0)	(100.0%)	(0)
Other Capital Revenue	0	0	0	0	0	0.0%	0
Total Operating Revenue	386,107	395,974	345,808	350,720	4,912	1.4%	395,974
Operating Expenses							
Employee Costs	121,667	123,264	90,756	90,273	(483)	(0.5%)	123,264
Materials and Services	148,334	152,054	108,222	102,294	(5,929)	(5.5%)	152,054
Internal Materials and Services	(0)	0	0	0	0	0.0%	0
Finance Costs	9,505	9,618	7,272	7,775	502	6.9%	9,618
Company Contributions	1,218	1,218	1,218	1,218	0	0.0%	1,218
Depreciation Expense	67,058	66,773	50,025	50,126	101	0.2%	66,773
Other Expenses	16,868	18,734	12,301	12,019	(281)	(2.3%)	18,734
Competitive Neutrality Adjustments	0	0	0	0	(0)	(100.0%)	0
Total Operating Expenses	364,650	371,661	269,793	263,704	(6,089)	(2.3%)	371,661
Operating Result	21,457	24,313	76,015	87,015	11,001	14.5%	24,313
Capital Revenue							
Capital Grants and Subsidies	4,894	11,343	4,048	9,136	5,088	125.7%	11,343
Capital Contributions - Cash	12,000	23,000	20,007	23,995	3,988	19.9%	23,000
Capital Contributions - Fixed Assets	24,624	67,624	50,750	52,476	1,726	3.4%	67,624
Total Capital Revenue	41,518	101,968	74,804	85,607	10,803	14.4%	101,968
Net Result	62,975	126,281	150,819	172,622	21,803	14.5%	126,281



Item 8.3.1 March 2016 Financial Performance Report
March 2016 Financial Performance Report

FINANCIAL PERFORMANCE REPORT							March 2016
CAPITAL EXPENDITURE							
Capital Works Program	Annual		YTD			% of FY budget spent	YTD Variance \$000s
	Original Budget \$000s	Forecast Budget \$000s	Budget \$000s	Actuals \$000s	Variance on YTD budget		
Aerodromes	215	548	472	293	-38.0%	53.4%	(179)
Buildings and Facilities	6,422	8,746	5,529	4,513	-18.4%	51.6%	(1,017)
Coast and Canals	1,900	2,042	1,668	1,557	-6.7%	76.2%	(111)
Divisional Allocations	3,590	3,560	2,488	1,805	-27.4%	50.7%	(683)
Environmental Assets	975	1,669	1,397	1,110	-20.5%	66.5%	(287)
Fleet	3,118	3,935	2,057	1,768	-14.1%	44.9%	(289)
Holiday Parks	770	792	382	294	-22.9%	37.2%	(87)
Information Technology	3,620	5,032	4,072	2,938	-27.8%	58.4%	(1,134)
Parks and Gardens	9,975	15,328	11,139	10,602	-4.8%	69.2%	(538)
Quarries	630	496	235	223	-5.0%	45.1%	(12)
Stormwater	5,972	6,802	4,708	4,529	-3.8%	66.6%	(179)
Strategic Land and Commercial Properties	1,350	6,658	5,964	3,909	-34.5%	58.7%	(2,055)
Sunshine Coast Airport	5,056	5,792	2,388	2,111	-11.6%	36.4%	(277)
Transportation	45,200	62,596	43,820	43,070	-1.7%	68.8%	(750)
Waste	4,387	7,818	6,272	5,962	-4.9%	76.3%	(310)
Total SCC Base Capital Program	93,180	131,814	92,591	84,684	-8.5%	64.2%	(7,907)
Corporate Major Projects	9,300	100	67	46	-31.2%	45.8%	(21)
Maroochydhore City Centre - Council delivery	9,904	8,044	6,412	6,417	0.1%	79.8%	6
Maroochydhore City Centre - SunCentral delivery	24,156	7,754	2,815	3,225	14.6%	41.6%	411
Solar Farm	49,228	9,866	6,214	6,204	-0.2%	62.9%	(10)
Sunshine Coast Airport Runway	0	1,225	468	588	25.6%	48.0%	120
Total Region Making Capital Program	92,588	26,990	15,975	16,481	3.2%	61.1%	526
TOTAL	185,768	158,804	108,567	101,165	-6.8%	63.7%	(7,401)



Project summary by Job status (SCC Base only)	Number of Capital Jobs	%	Current Budget \$000	%
Not Started	45	3.3%	1,282	0.9%
Works in Progress	668	49.1%	87,977	63.8%
Complete	593	43.6%	44,982	32.6%
On Hold	55	4.0%	3,655	2.7%
Total	1,361		137,896	

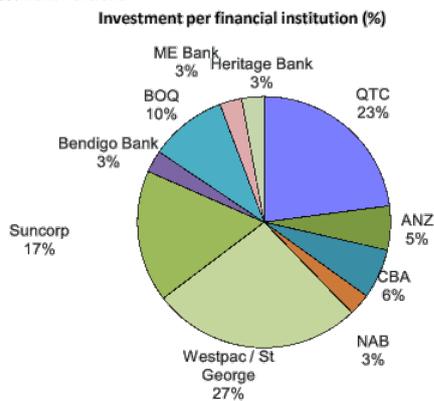
FINANCIAL PERFORMANCE REPORT March 2016
INVESTMENT PERFORMANCE

Liquidity as at:	31/03/2016 \$'000's	
At-call accounts		
QTC + CBA (excl. trust)	\$98,168	0.00%
Maturities within 7 days	\$10,000	0.00%
Total at-call	\$108,168	0.00%
Investment Policy Target		10.00%

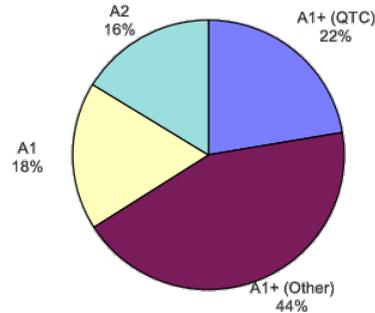
Term deposits maturing:	\$'000's	Count
within 30 days	\$40,000	5
30-59 days	\$4,000	4
60-89 days	\$3,000	3
90-179 days	\$140,000	15
180-364 days	\$0	0
1 year - 3 years	\$0	0
Total	\$187,000	27

INVESTMENT SUMMARY (including Trust) as at:				Investment Policy				
	31/03/2016		31/12/2015		31/03/2015		Individual Limit	Group Limits
A1+ (QTC)	\$75,536	21.7%	\$53,415	18.4%	\$121,290	41.7%	100%	100%
A1+ (Other)	\$147,632	42.4%	\$166,460	57.4%	\$109,313	37.6%	35%	100%
A1	\$60,000	17.2%	\$30,000	10.3%	\$30,000	10.3%	30%	40%
A2+A3	\$65,000	18.7%	\$40,000	13.8%	\$30,000	10.3%	15%	35%
Total Funds	\$348,168		\$289,875		\$290,603			
FUND SUMMARY								
General Funds	\$348,168		\$289,875		\$286,408			
Trust Funds	\$5,534		\$5,042		\$4,195			
Total Funds	\$353,702		\$294,918		\$290,603			

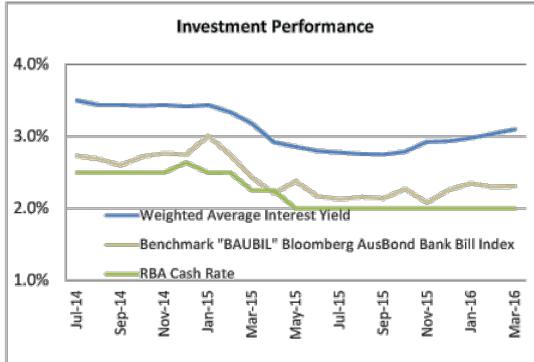
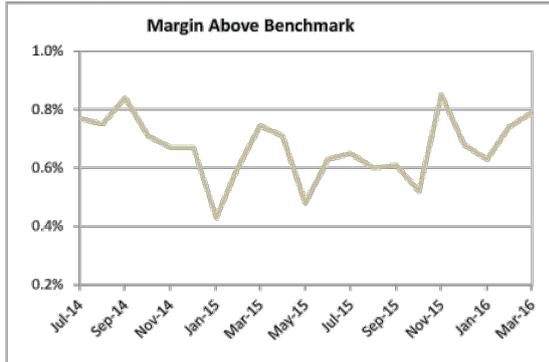
Investment Portfolio



Investment by Standard & Poor's (Short Term Credit Rating)



Investment Performance



APPENDIX A

CAPITAL WORKS PROGRAM

For the period ending 30 June 2016

TOTAL SUNSHINE COAST COUNCIL

		Current Budget 2016 \$000	Adjustments 2016 \$000	Revised Budget 2016 \$000
Sunshine Coast Council Base Capital Program				
BUILDINGS & FACILITIES	Community Facilities	5,640	-	5,640
	Corporate Buildings	3,106	-	3,106
BUILDINGS & FACILITIES Total		8,746	-	8,746
COAST AND CANALS	Coast, Canals and Waterways	2,042	-	2,042
COAST AND CANALS Total		2,042	-	2,042
DIVISIONAL ALLOCATIONS	Divisional Allocation	3,560	-	3,560
DIVISIONAL ALLOCATIONS Total		3,560	-	3,560
ENVIRONMENTAL ASSETS	Environmental Tracks Trails and Infrastructure	649	-	649
	Environmental Visitor and Education Facilities	1,020	-	1,020
ENVIRONMENTAL ASSETS Total		1,669	-	1,669
FLEET	Plant Replacement	3,935	-	3,935
FLEET Total		3,935	-	3,935
PARKS AND GARDENS	Beach Accesses & Dunal Areas Development	264	-	264
	Cemeteries	130	-	130
	LGIP Recreation Parks	2,361	-	2,361
	LGIP Sports Facilities	3,762	-	3,762
	Recreation Park and Landscape Amenity	5,944	-	5,944
	Recreational Sports Facilities	2,168	-	2,168
	Recreational Tracks & Trails	698	-	698
PARKS AND GARDENS Total		15,328	-	15,328
STORMWATER	LGIP Stormwater	1,369	-	1,369
	Stormwater Management	4,616	-	4,616
	Stormwater Quality Management	817	-	817
STORMWATER Total		6,802	-	6,802
TRANSPORTATION	Bridges	4,208	-	4,208
	Car parks	616	-	616
	Gravel Road Network	4,833	-	4,833
	Pedestrian & Cyclist Enabling Facilities	1,150	-	1,150
	LGIP Active Transport	3,309	-	3,309
	LGIP Transportation	15,649	(1,200)	14,449
	Public Transport Infrastructure	1,778	-	1,778
	Reseals and Rehabilitation	21,115	-	21,115
	Road Safety	720	-	720
	Sealed Road Network	2,990	-	2,990
	Strategic Pathway & On Road Cycle Networks	853	-	853
	Street lighting	130	-	130
	Streetscapes - Corridors	265	-	265
	Streetscapes - Local Centres	1,219	-	1,219
	Streetscapes - Major Centres	3,367	-	3,367
	Transport Management	350	-	350
	Transport Renewals	1,246	-	1,246
TRANSPORTATION Total		63,796	(1,200)	62,596
INFORMATION COMMUNICATION TECHNOLOGY	Information Communication Technology	5,032	-	5,032
INFORMATION COMMUNICATION TECHNOLOGY Total		5,032	-	5,032
STRATEGIC LAND & COMMERCIAL PROPERTIES	Environmental Land	3,250	(1,100)	2,150
	Land Re-Development	316	-	316
	LGIP Transport Corridors	5,981	(3,781)	2,200
	LGIP Social Land	266	-	266
	Commercial Property	150	-	150
	Strategic Land, Economic Development & Innovation	1,577	-	1,577
STRATEGIC LAND & COMMERCIAL PROPERTIES Total		11,540	(4,881)	6,658

APPENDIX A

CAPITAL WORKS PROGRAM

For the period ending 30 June 2016

TOTAL SUNSHINE COAST COUNCIL

		Current Budget 2016 \$000	Adjustments 2016 \$000	Revised Budget 2016 \$000
AERODROMES	Caloundra Aerodrome - Airside	186	-	186
	Caloundra Aerodrome - Landside	362	-	362
AERODROMES Total		548	-	548
SUNSHINE COAST AIRPORT	Airside	1,272	-	1,272
	Landside	4,521	-	4,521
SUNSHINE COAST AIRPORT Total		5,792	-	5,792
HOLIDAY PARKS	Holiday Parks	792	-	792
HOLIDAY PARKS Total		792	-	792
QUARRIES	Quarries	496	-	496
QUARRIES Total		496	-	496
WASTE	Waste Avoidance and Minimisation	397	-	397
	Waste Collection	877	-	877
	Waste Disposal	6,543	-	6,543
WASTE Total		7,818	-	7,818
Total Sunshine Coast Council Core Capital Program		137,895	(6,081)	131,814
STREETLIGHTING	Streetlighting	100	-	100
PALMVIEW	Sealed Road Network	-	-	-
CORPORATE MAJOR PROJECTS Total		100	-	100
Region Making Capital Program				
SCC DELIVERY	Multiple Sub Programs	9,304	(1,260)	8,044
SUNCENTRAL DELIVERY	Multiple Sub Programs	7,754	-	7,754
MAROOCHYDORE PRIORITY DEVELOPMENT AREA Total		17,059	(1,260)	15,799
SOLAR FARM Total		9,866	-	9,866
SUNSHINE COAST AIRPORT RUNWAY TOTAL		1,225	-	1,225
Total Region Making Capital Program		28,150	(1,260)	26,890
Total Capital Works Program		166,145	(7,341)	158,804