

Blue Mountains City Council



Budget Quarterly Review

June 2007

**Blue Mountains City Council
Budget Review - June 2007**

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BLUE MOUNTAINS CITY COUNCIL

2006/2007 BUDGET REVIEW - JUNE QUARTER 2007

Report by the Responsible Accounting Officer

In accordance with the Local Government Act, 1993 and the provisions of clause 9 of the Financial Management Regulation, a budget review statement and revision of estimates must be completed and submitted to the Council for formal adoption at the end of each financial quarter. This report must include details on the general financial position of the Council and if this position is regarded as unsatisfactory, also include recommendations for remedial action.

The attached report details the budget review statement to the end of June 2007 in accordance with the requirements of the legislation. While the report represents all transactions that have been processed to date, it should be considered preliminary on the basis that the annual external financial statements are still to be audited and finalised. It is possible that some minor adjustments by way of closing entries may still be required.

An analysis of the actual results as at June 2007 has resulted in an increase in working capital of \$247,273 from the original budget, giving a revised total working capital as at 30 June 2007 of \$1,594,411.

The following reconciliation illustrates the expected Working Capital position as at 30 June 2007 review:

Actual Working Capital – 1 July, 2006	1,289,000
Original Budget 06/07 Forecast Improvement in Working Capital	58,138
Adopted Council Resolutions	0
September 2006 Review	97,568
December 2006 Review	(322,575)
March 2007 Review	(6,500)
June 2007 Review	2,090,000
June 2007 Review (Strategic Budget Variation)	(1,199,000)
Working Capital before Carried Forward Works	2,006,631
Carried Forward Works (working capital funded)	(412,220)
Revised Estimated Working Capital – 30 June 2007 (After Carried Forward Works)	1,594,411

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Working Capital is the net amount of uncommitted funds consisting of:	Preliminary Actual 2006/07
Unrestricted current cash	622,000
Current receivables	5,570,000
Inventories	338,000
Prepayments	298,000
Payables (excluding liabilities budgeted next year 2007/08)	(5,079,000)
Cash (overdraft)	(155,000)
Total	1,594,000

The significant variations that occur in this review are summarised in the table as follows:-

	Favourable (before carry-over)	Unfavourable (before carry-over)	Total
BM City Services			
Aquatic Centres - additional income.	70,000		
Business Development and Management - employment and operating cost reduction.	209,000		
Operations - additional income.	537,000		
Support Services - additional fleet and facility cleaning operational costs.		346,000	
Community and Corporate			
Assets Branch - employment \$274k, assets project operating \$111k, community buildings operating \$73k and additional income \$31k	489,000		
City Planning - employment and operating	153,000		
Human Resources - reduction in risk management operation \$309k and occupational,health and safety \$34k	343,000		
Corporate Planning - additional income	70,000		
Executive and administration - operating costs	107,000		
Finance – reduced bank charges and additonal income	74,000		
Executive Services			
Executive Services – return of costs from LGA conference.	187,000		
Tourism			
Reduced employment costs.	40,000		

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Environment and Customer Services			
Reduced employment costs \$230k, legal costs \$65k and operating costs \$12k	307,000		
Non Attributable			
Adjustment to GST payable in respect of property sales.		150,000	
Budget Variation Result as at June 2007 Quarter	2,586,000	496,000	2,090,000 Favourable
Less Recommended Strategic Budget Variations:-			
Operational improvement initiatives.		142,000	
Increase Funded Employee Leave Entitlements to the financial performance benchmark set by the department of Local Government. The DLG benchmark is 20% and is met by the \$366k allocation.		366,000	
Transfer to restricted asset for major capital works to reduce loan borrowings.		500,000	
Re-instatement of Operations employment budgets to enable the restoration of front-line asset maintenance services that have previously been reduced under budgeting pressure.		50,000	
Provision for implementation of sustainable asset management plans.		141,000	1,199,000 Unfavourable
Budget Variation for Year Ended 30 June 2007			891,000 Favourable

CARRY FORWARDS

Carry forwards refer to budgets from 2006/2007 for works that are still in progress or committed at year-end and recommended to be revoted in 2007/2008. Following are details of the budgets recommended for carry-forward from 2006/2007 to 2007/2008. Only the Revenue funded component impacts on Working Capital. If budgets funded by grants and contributions are not approved for carry-forward the sums involved will need to be refunded.

The revised estimated Working Capital position has been prepared on the basis of the following being approved.

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Operating Budget

(1) Operating Expenditure	578,557
Less Funding from Restricted Assets	<u>(166,337)</u>
Revenue Funded	412,220

(2) Specific Purpose Grants and Contributions and Restricted Assets	1,711,728
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Operating Budget – Revenue Funded

Community and Corporate	
City Planning projects not completed in 2006/07 – city-wide LEP review,Katoomba Civic Centre,sewer and on-site effluent strategy,environmental sensitive land,section 94 review and urban design systems	59,700
Asset and Contract Management – property valuations,legals for property acquisitions,consulting, sustainable asset management plans,swing set equipment,Cultural Centre support,feasibility study,drainage/environmental works(funded by environmental levy) and street lighting contribution.	187,472
Corporate Planning – BM Young people and comorbidity (Council contribution) and Lawson industrial estate project.	14,800
Environmental Management – Waste minimisation commercial project,Lawson waste management rehabilitation (environmental levy funded) and street sweeping Blaxland waste facility.	34,649
B M City services	
Library Services – books 4 babies program not completed and operating costs.	5,099
Aquatic Centres – subsidy for Blue Mountains coaching syndicate payable in 2007/08 \$12k. Provision for discrepancy in billing for gas charges \$30k	42,000
Environmental and Customer Services	
The carryover for the RTA agency will be used in 2007/08 to maintain and improve customer services at our service and contact centres including the RTA.	50,000
Executive Services	
Unbudgeted Executive Management operational costs.	12,000
Tourism	
Tourism – Echo Point counter alterations required to improve income generation.	6,500
Total	412,220

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Operating Budget – Specific Purpose Grants and Contributions and Restricted Assets	\$
Environmental management.	1,230,955
Corporate planning.	106,969
Assets and contract management.	131,242
City planning.	40,527
Cultural centre.	29,000
Human resources.	6,862
Cultural Centre - Operational	134,662
Blue Mountain City Services	31,512
Total	1,711,729

Capital Works Program

Revenue Funded

0

Other funded

4,344,796

Working Capital Position

The optimum level of working capital for the Council has been re-assessed at 30 June 2007 and is in the range of \$1.5 million to \$1.6 million, which represents the industry standard to allow for stores and the provision of hard-core debtors. Subject to the Council adopting the recommended variations, the estimated effective working capital of \$1,594,411 is satisfactory.

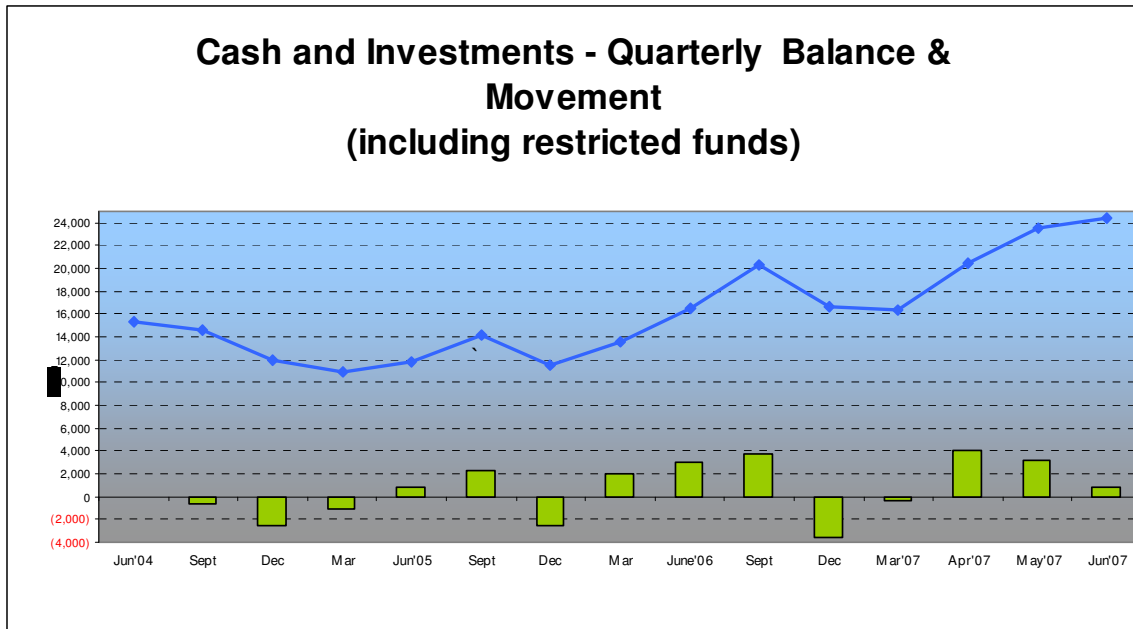
Cash Flow

To date the Council cash position has increased by \$7.9m from 30 June 2006.

The following are graphical representations of the Council cash position.

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Performance Indicators

Description	Benchmark	Prior Year as at 30/06/06	Actual as at June 2007
Current Ratio*	TBA*	1.50:1	2.12:1
Unrestricted Current Ratio	>1:1	1.51:1	1.95:1
Debt Service Ratio	10%	6.49%	5.74%

*Specific Benchmark information is not available for this ratio

Current Ratio

This is the ratio of current assets to current liabilities and demonstrates the ability of the Council to satisfy its financial obligations in the short term. A higher ratio indicates a stronger financial position.

Unrestricted Current Ratio

This is the ratio of current assets to current liabilities excluding:-

- externally restricted assets,
- external receivables and
- payables beyond twelve months.

This ratio again demonstrates the ability of the Council to satisfy its financial obligations in the short term excluding the assistance of externally restricted funds such as s94 and grant monies. A higher ratio indicates a stronger financial position.

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Debt Service Ratio

This is the ratio that demonstrates the cost of servicing the Council annual debt obligations (principal and interest) with available Revenue from Ordinary Activities. A lower ratio is a positive financial indicator as it indicates a lesser call on revenues to service debt obligations. It must be noted that the decision or ability to borrow funds and subsequently service debt, must always be made in conjunction with the Council overall operating position.

Loan Liability

The Council outstanding loan position as at 30 June 2006 was \$25.88M. At the end of June 2007 the loan position stands at \$30.98M

As shown in Figure 1 below, total loan repayments in 2006/2007 amount to \$3.9M. These repayments are made up of principal repayments totalling \$2.2M and interest repayments totalling \$1.7M.

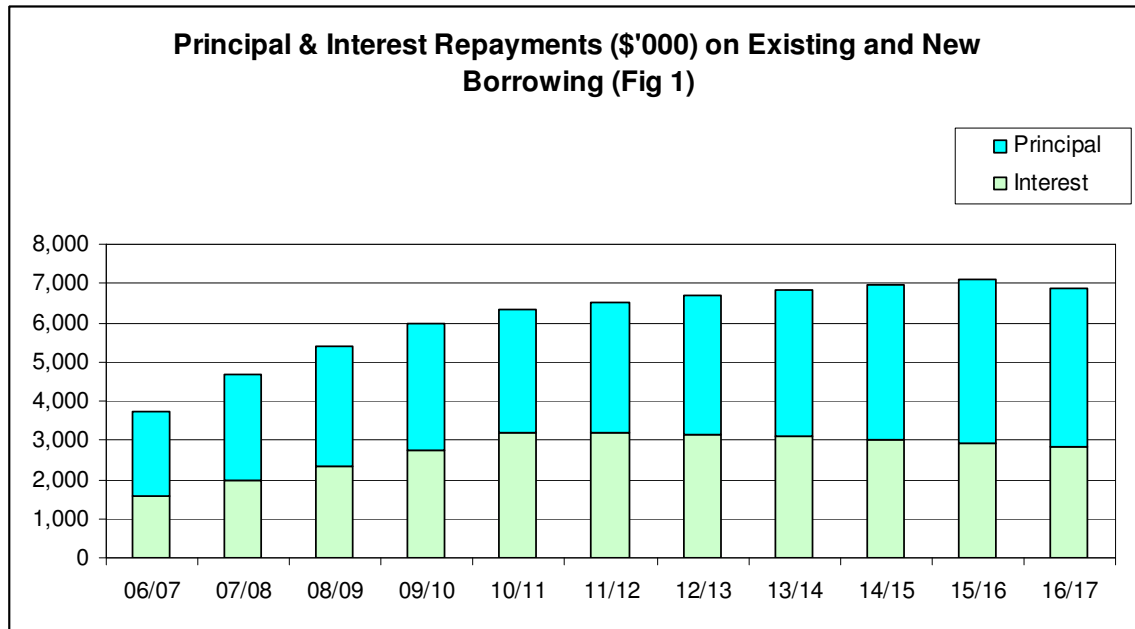
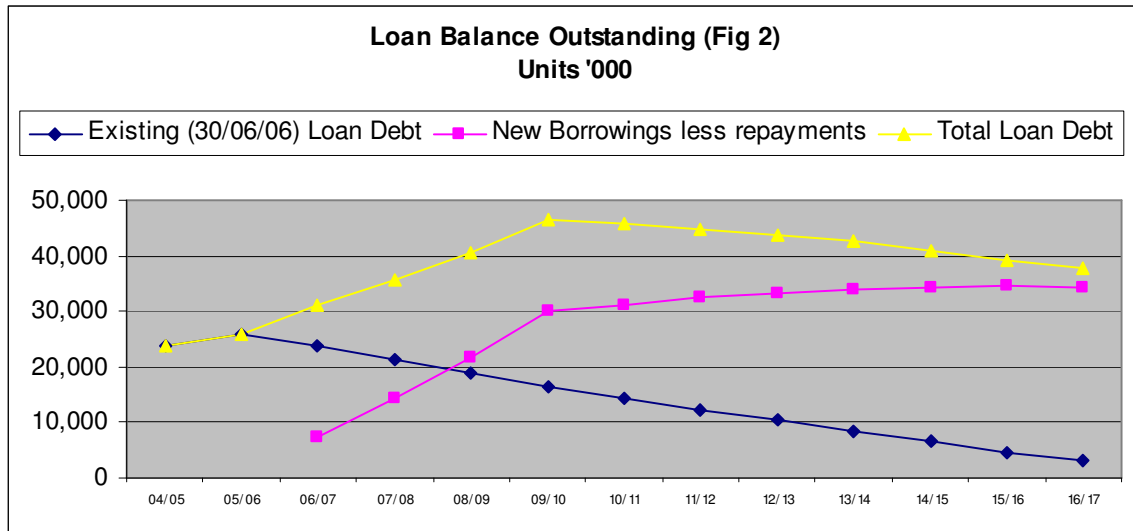


Figure 2 below indicates that the total loan balance will increase from \$25.9m from 30 June 2006 to \$30.97m at 30 June 2007. The new borrowings each year are \$2.45m (except in 06/07 \$7.28m, 07/08 \$8.35m, 08/09 \$8.1m and 09/10 \$9.0m). The total balance increases to \$38.3m by 2016/17.

The debt service ratio will range from 6% to 9% over the 11 year period. The industry benchmark is 10% to 15%.

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The figures above are in accordance with the draft Management Plan 2007/08 and include loan borrowing for the Cultural Centre and Lawson Town Centre projects.

Sundry Debtors

A summary comparison of sundry debtors outstanding for 90 days or more is set out in the table below.

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Category	31-Dec-05	30-Jun-06	30-Sep-06	31-Dec-06	31-Mar-07	30-Jun-07
Aquatics	702	618	-	593		1,823
Commercial Rubbish Charges	85	-	-	-		
Fire Mitigation & Safety					1,998	1,808
Footpath Installation						357
Footpath Dining					452	402
Grants					1,815	
Inspection Fees	9,143	5,046	5,679	2,572	1,798	4,830
Kerb & Guttering	22,618	11,369	10,242	11,886	7,524	5,531
Legal Fees	8,655	5,251	12,783	11,607	11,655	6,214
Miscellaneous	171,038	318,441	255,828	114,595	105,100	90,625
Mobile Phones						171
Noxious Weeds	11,444	9,022	12,654	9,977	10,013	10,588
Property Expense						4,036
Protection of the Environment	11,474	10,641	10,107	9,153	9,289	8,481
Rental	49,973	38,401	40,670	26,754	24,283	2,872
Restorations	210,363	151,627	148,446	148,445	149,877	141,902
Sewerage Management	2,592	285	120	100	140	60
Sweeper Hire						165
Tip Fees	62,089	4,909	4,333	2,134	1,064	1,441
Tourism	61,733	16,992	16,260	11,130	6,914	4,172
Works					338,933	990
Total	621,909	572,602	517,122	348,946	670,855	286,467

The above summary reflects an decrease of \$384,388 in amounts outstanding over 90 days for the 30 June 2007 quarter.

The general approach now in place towards sundry debtors is to reduce the number of sundry debtor accounts and where possible, obtain payment for services up front.

Many problem accounts have been reconciled and additional information provided to debtors to validate amounts outstanding.

Where the Council has some leverage with the debtor, services are restricted until debts have been satisfied. Continued pursuit of Sundry Debts will see an improvement in the Council Cash Flow.

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EXPLANATIONS OF BUDGET REVIEW DOCUMENT

Original Budget

This is the original budget for the year 2006/2007 as adopted on 20 June 2006.

Additional Votes

Works and projects (carry overs) transferred from 30 June 2006 approved by Council on 22 August 2006.
Budgets voted by Council for specific works that are additional to the original budget.
September quarterly budget review variations approved 21 November 2006.
December quarterly budget review variations approved 20 February 2007.
March quarterly budget review variations approved 15 May 2007

Budget Adjustments (Contra)

Transfer of votes between programs which have no effect on financial position.

Revised Budget

The total of the original budget and additional votes.

Actual YTD

Actual income and expenditure as at 30 June 2007.

The budget review summaries relate to Blue Mountains City Council as a single financial entity, and as such only include payments to external parties. The separate document detailing the Capital Works Program review includes both internal payments for works being undertaken by B M City Services as well as external payments for those works being undertaken by external contractors, to show the progressive cost to the purchaser.

Variations

The variation is the difference between the actual income and expenditure for the year and the adopted budget at 31 March 2007.

Overall Budget Summary	Original Budget	Additional Votes	Budget Adjustments (Contra)	Revised Budget	Actuals YTD	Variation
OPERATING BUDGET						
Looking after the Environment	(6,704,273)	(78,500)	(441,995)	(7,224,768)	(6,789,001)	435,767
Looking after People	(12,220,582)	(26,682)	610,799	(11,636,465)	(11,209,308)	427,157
Using Land for Living	(7,401,882)	(183,893)	234,333	(7,351,442)	(7,079,562)	271,880
Moving Around	(6,795,849)	(285,000)	(309,825)	(7,390,674)	(6,905,477)	485,197
Working and Learning	(3,513,388)	(53,000)	295,535	(3,270,853)	(3,067,661)	203,192
Non Attributable	36,702,112	430,568	(388,846)	36,743,834	37,010,641	266,807
TOTAL OPERATING BUDGET BALANCE	66,138	(196,507)	1	(130,368)	1,959,632	2,090,000
CAPITAL WORKS PROGRAM	6,806,458	3,616,304		10,422,762	6,148,473	4,274,289
Less - Non Revenue Funding:						
Loan Funding	5,264,458	446,178		5,710,636	3,104,323	2,606,313
Other Funding	1,534,000	3,135,126		4,669,126	3,001,150	1,667,976
Sub Total	6,798,458	3,581,304	0	10,379,762	6,105,473	4,274,289
Capital Works Balance (Revenue Funded)	(8,000)	(35,000)	0	(43,000)	(43,000)	0
NET BUDGET RESULT: Surplus (Deficit)	58,138	(231,507)	1	(173,368)	1,916,632	2,090,000

ANNUAL BUDGET COMPARISON TO ACTUALS

	1	2	3	4	5	6	
Outcome	Looking after the Environment	Looking after People	Using Land for Living	Moving Around	Working and Learning	Non Attributable	TOTAL
ADOPTED REVISED BUDGET							
Income							
Income	16,613,726	13,992,249	9,424,359	4,687,133	5,425,490	42,064,315	92,207,272
Expenditure							
Employment Costs	8,738,918	10,394,004	6,568,397	5,116,857	3,345,055	53,000	34,216,231
Operating Costs	12,392,951	12,966,048	8,560,128	5,275,653	3,650,638	1,546,480	44,391,898
Capital	2,706,625	2,268,662	1,647,277	1,685,297	1,700,651	3,721,000	13,729,512
							0
Sub-total(deficit)surplus	(7,224,768)	(11,636,465)	(7,351,443)	(7,390,674)	(3,270,854)	36,743,835	(130,369)
ACTUALS YTD							
Income							
Income	17,027,439	14,858,602	9,176,949	4,676,132	5,258,631	42,441,455	93,439,209
Expenditure							
Employment Costs	8,482,558	10,579,495	6,681,874	4,974,172	3,315,308	255,825	34,289,232
Operating Costs	12,103,216	12,968,911	8,067,618	5,090,971	3,560,176	1,668,034	43,458,925
Capital	3,230,667	2,519,503	1,507,020	1,516,466	1,450,809	3,506,956	13,731,421
							0
Sub-total(deficit)surplus	(6,789,001)	(11,209,308)	(7,079,562)	(6,905,477)	(3,067,661)	37,010,640	1,959,631
DIFFERENCE							
Income	(413,713)	(866,353)	247,410	11,001	166,859	(377,140)	(1,231,937)
Expenditure	22,054	(439,196)	519,291	496,198	370,051	(110,335)	858,063
Total Net Difference	(435,767)	(427,157)	(271,881)	(485,197)	(203,193)	(266,805)	(2,090,000)

Outcomes	Original Budget	Additional Votes	Budget Adjustments (Contra)	Revised Budget	Actuals	YTD	Variation
Principal Activity 1: Looking after the Environment							
1.01 Building and Construction	(224,318)		3,600	(220,718)		(230,363)	(9,645)
1.02 Community Place and Development	(29,291)			(29,291)		(18,473)	10,818
1.03 Corporate and Support Services	(2,304,077)	(45,000)	(31,612)	(2,380,689)		(2,164,490)	216,199
1.04 Environmental Health & Regulatory Compliance	(884,708)		12,060	(872,648)		(692,844)	179,804
1.05 Environmental Management	1,546,738		913	1,547,651		1,356,734	(190,917)
1.06 Fire and Emergency Services	(108,008)		(20,151)	(128,159)		(108,216)	19,943
1.07 Governance and Councillor Supports	(349,087)		(996)	(350,083)		(314,049)	36,034
1.08 Land Use Management	(255,178)	(32,000)	(34,223)	(321,401)		(392,583)	(71,182)
1.09 Parks and Recreation Services	(984,854)		(97,908)	(1,082,762)		(873,876)	208,886
1.10 Roads, Bridges, Footpaths and Drainage	(896,124)		95,144	(800,980)		(882,687)	(81,707)
1.11 Sustainable Environment & City Planning	(276,852)		(101,705)	(378,557)		(323,040)	55,517
1.12 Waste Services	(1,938,514)	(1,500)	(267,117)	(2,207,131)		(2,145,115)	62,016
	(6,704,273)	(78,500)	(441,995)	(7,224,768)		(6,789,001)	435,767

Outcomes	Original Budget	Additional Votes	Budget Adjustments (Contra)	Revised Budget	Actuals	YTD	Variation
Principal Activity 2: Looking after People							
2.01 Aquatic Centres	(1,406,128)	(31,682)	139,061	(1,298,749)	(1,299,204)	(1,299,204)	(455)
2.02 Capital Works Program	(57,322)		(22,476)	(79,798)	(91,245)	(91,245)	(11,447)
2.03 Cemeteries	(11,637)		(57,305)	(68,942)	(14,643)	(14,643)	54,299
2.04 Community & Place Development	(1,240,295)		277,360	(962,935)	(928,738)	(928,738)	34,197
2.05 Community Buildings and Facilities	(2,081,271)		(207,365)	(2,288,636)	(2,286,159)	(2,286,159)	2,477
2.06 Corporate and Support Services	(2,306,421)	5,000	(533)	(2,301,954)	(2,062,281)	(2,062,281)	239,673
2.07 Environmental Management	(603,441)		(2,264)	(605,705)	(626,797)	(626,797)	(21,092)
2.08 Family Day Care	8,365		8,793	17,158	4,948	4,948	(12,210)
2.09 Fire and Emergency Services	(108,008)		(20,151)	(128,159)	(67,083)	(67,083)	61,076
2.10 Governance and Councillor Support	(349,087)		(996)	(350,083)	(314,049)	(314,049)	36,034
2.11 Library	(920,394)		(166)	(920,560)	(909,314)	(909,314)	11,246
2.12 Parks and Recreation Services	(1,147,588)		(180,242)	(1,327,830)	(1,237,783)	(1,237,783)	90,047
2.13 Roads, Bridges, Footpaths and Drainage	(845,899)		367,270	(478,629)	(572,305)	(572,305)	(93,676)
2.14 Sustainable Community & Recreation Planning	(581,154)		75,823	(505,331)	(458,584)	(458,584)	46,747
2.15 Waste Services	(570,302)		233,990	(336,312)	(346,071)	(346,071)	(9,759)
	(12,220,582)	(26,682)	610,799	(11,636,465)	(11,209,308)	(11,209,308)	427,157

Outcomes	Original Budget	Additional Votes	Budget Adjustments (Contra)	Revised Budget	Actuals	YTD	Variation
Principal Activity 3: Using Land for Living							
3.01 Building and Construction	(336,477)	(25,000)	40,150	(321,327)		(345,544)	(24,217)
3.02 Capital Works Program	0			0		0	0
3.03 Community & Place Development	(406,281)		187,567	(218,714)		(247,383)	(28,669)
3.04 Corporate and Support Services	(2,383,585)	(90,000)	(31,592)	(2,505,177)		(2,279,717)	225,460
3.05 Environmental Health & Regulatory Compliance	(589,805)		8,040	(581,765)		(461,896)	119,869
3.06 Environmental Management	(84,738)		(198)	(84,936)		(106,399)	(21,463)
3.07 Governance and Councillor Support	(349,087)		(996)	(350,083)		(314,049)	36,034
3.08 Land Use Management	(382,767)	(48,000)	(51,334)	(482,101)		(588,874)	(106,773)
3.09 Parks and Recreation Services	(871,959)		(83,209)	(955,168)		(1,084,515)	(129,347)
3.10 Roads, Bridges, Footpaths and Drainage	(1,216,207)		219,069	(997,138)		(1,026,487)	(29,349)
3.11 Sustainable Environment & City Planning	(415,279)	(20,000)	(132,557)	(567,836)		(484,740)	83,096
3.12 Waste Services	(293,318)	(893)	7,014	(287,197)		(137,549)	149,648
3.13 Sustainable City Infrastructure and Access	(72,379)		72,379	0		(2,408)	(2,408)
	(7,401,882)	(183,893)	234,333	(7,351,442)		(7,079,562)	271,880

Outcomes	Original Budget	Additional Votes	Budget Adjustments (Contra)	Revised Budget	Actuals	YTD	Variation
Principal Activity 4: Moving Around							
4.01 Capital Works Program	(229,289)		(89,904)	(319,193)		(364,980)	(45,787)
4.02 Corporate and Support Services	(3,483,122)	(45,000)	(222,057)	(3,750,179)		(3,323,441)	426,738
4.03 Governance and Councillor Support	(349,087)		(996)	(350,083)		(314,049)	36,034
4.04 Roads, Bridges, Footpaths and Drainage	(2,661,972)	(240,000)	(69,247)	(2,971,219)		(2,900,599)	70,620
4.05 Sustainable City Infrastructure and Access	(72,379)		72,379	0		(2,408)	(2,408)
	(6,795,849)	(285,000)	(309,825)	(7,390,674)		(6,905,477)	485,197
Principal Activity 5: Working and Learning							
5.01 Community & Place Development	(106,739)		46,892	(59,847)		(65,106)	(5,259)
5.02 Corporate and Support Services	(1,826,456)		77,690	(1,748,766)		(1,606,450)	142,316
5.03 Governance and Councillor Support	(349,087)		(996)	(350,083)		(314,049)	36,034
5.04 Library	(613,596)		(111)	(613,707)		(606,210)	7,497
5.05 Roads, Bridges, Footpaths and Drainage	(251,470)		173,285	(78,185)		(84,696)	(6,511)
5.06 Sustainable Economic Development	(76,203)		(76,203)	(76,203)		(88,069)	(11,866)
5.07 Tourism	(289,837)	(53,000)	(1,225)	(344,062)		(303,082)	40,980
	(3,513,388)	(53,000)	295,535	(3,270,853)		(3,067,661)	203,192
Principal Activity 6: Non Attributable							
6.01 Non Attributable	36,702,112	430,568	(388,846)	36,743,834		37,010,641	266,807
	36,702,112	430,568	(388,846)	36,743,834		37,010,641	266,807
Total	66,138	(196,507)	1	(130,368)		1,959,632	2,090,000

	Original Budget	Additional Votes(Incl carry-overs)	Budget Adjustments (Contra)	Revised Budget	Actuals YTD	Variation
EXPENSES FROM ORDINARY ACTIVITIES						
Employee costs	33,784,413	156,965	274,854	34,216,231	34,320,298	104,067
Borrowing costs	1,594,110		(5,000)	1,589,110	1,701,965	112,855
Materials & Contracts	17,888,343	(135,572)	332,743	18,085,514	17,984,275	(101,239)
Depreciation	14,085,415		(154,501)	13,930,914	13,930,914	-
Other expenses from ordinary activities	9,206,683	343,578	(109,653)	9,440,608	8,876,762	(563,846)
TOTAL EXPENSES FROM ORDINARY ACTIVITIES	76,558,964	364,971	338,443	77,262,377	76,814,214	(448,163)
REVENUE FROM ORDINARY ACTIVITIES						
Rates & Annual Charges	42,141,082	280,000	(39,868)	42,381,214	42,330,051	(51,163)
User Charges & Fees	12,287,395	(740,893)	(41,600)	11,504,902	11,575,083	70,181
Interest	923,552	300,000		1,223,552	1,355,666	132,114
Other revenues	3,417,096	(13,000)	194,382	3,598,478	5,508,564	1,910,086
Grants & Contributions provided for non-capital purposes	10,450,966	331,407	9,418	10,791,791	11,348,789	556,998
Gain from the sale of assets					976,475	976,475
REVENUES FROM ORDINARY ACTIVITIES BEFORE CAPITAL AMOUNTS	69,220,091	157,514	122,332	69,499,937	73,094,628	3,594,691
SURPLUS / (DEFICIT) FROM ORDINARY ACTIVITIES BEFORE CAPITAL AMOUNTS						
	(7,338,873)	(207,457)	(216,111)	(7,762,440)	(3,719,586)	4,042,854
Grants & Contributions provided for capital purposes	1,399,000	2,163,479	-	3,562,479	2,022,898	(1,539,581)
SURPLUS / (DEFICIT) FROM ORDINARY ACTIVITIES AFTER CAPITAL AMOUNTS	(5,939,873)	1,956,022	(216,111)	(4,199,961)	(1,696,688)	2,503,273

Statement of Financial Position (Movements for Year)

Movements in Restricted Assets - Transfer from	4,531,614	1,798,195	(198,804)	6,131,005	863,437	(5,267,568)
Sale of Assets	2,240,200		595,618	2,835,818	2,518,442	(317,376)
Capital Acquisitions	12,319,718	3,985,725	26,202	16,331,645	11,516,238	(4,815,407)
Loan/Lease Repayments	2,539,500			2,539,500	2,183,236	(356,264)
Non Cash Budget for Depreciation	14,085,415		(154,501)	13,930,914	13,930,914	-
NET BUDGET AFTER MOVEMENTS IN ASSETS & LIABILITIES	58,138	(231,508)	-	(173,369)	1,916,631	2,090,000

2006/2007 June Budget (Operational) Review - Group Report

	Actuals	Original Budget	% of Original Budget	Adopted Revised Budget	% of Revised Budget
BM City Services					
CAPITAL	5,542,826	6,820,250	81%	6,767,069	82%
EMPLOYMENT	17,736,042	17,357,373	102%	17,377,731	102%
INCOME	-21,880,242	-21,471,809	102%	-21,634,455	101%
OPERATING	13,815,129	12,804,694	108%	13,217,638	105%
Total	15,213,755	15,510,508	98%	15,727,983	97%
Central Accounting					
CAPITAL	3,591,457	3,421,000	105%	3,586,000	100%
EMPLOYMENT	255,825	8,000	3198%	188,000	136%
INCOME	-42,440,454	-41,613,961	102%	-42,344,314	100%
OPERATING	1,668,034	1,522,500	110%	1,476,110	113%
Total	-36,925,138	-36,662,461	101%	-37,094,204	100%
Community and Corporate					
CAPITAL	3,502,278	1,065,733	329%	3,104,485	113%
EMPLOYMENT	7,626,205	7,849,283	97%	7,940,854	96%
INCOME	-23,349,360	-21,145,427	110%	-23,697,980	99%
OPERATING	22,725,681	23,880,137	95%	24,363,920	93%
Total	10,504,804	11,649,726	90%	11,711,279	90%
Corporate Administration					
CAPITAL	187,704	114,270	164%	277,876	68%
EMPLOYMENT	1,974,838	1,979,971	100%	1,997,014	99%
INCOME	-2,189,432	-2,060,320	106%	-2,335,591	94%
OPERATING	1,900,216	2,007,558	95%	2,162,680	88%
Total	1,873,326	2,041,479	92%	2,101,979	89%
Environment & Customer Services					
CAPITAL	972,352	674,050	144%	1,012,371	96%
EMPLOYMENT	6,662,910	6,618,813	101%	6,892,311	97%
INCOME	-3,579,414	-3,012,131	119%	-3,629,957	99%
OPERATING	3,317,772	3,113,878	107%	3,408,607	97%
Total	7,373,620	7,394,610	100%	7,683,332	96%
TOTAL - Operational Budget	-1,959,633	-66,138		130,369	

Blue Mountains City Council

Details of Movements & Utilisation of Restricted Cash Assets & Investments

Restrictions	Movements 2006/2007			
	Opening Balance 30 June 2006 \$'000	Transfers to Restriction \$'000	Transfers from Restriction \$'000	Closing Balance 30 June 2007 \$'000
External				
Unexpended Loans	1,556	3,956		5,732
RTA Contributions	133	26		159
Specific Purpose Unexpended Grants	1,800		114	1,686
Other	338	29		367
Developer Contributions	888	135		1,023
Domestic Waste Management	1,258	750	35	1,973
Special Rates	316	97	238	175
Total External Restrictions	6,289	4,993	387	11,115
Internal				
Employee Leave Entitlements	1,018	450		1,468
Internal Borrowings from Restricted Assets	(24)	84	394	(334)
Replacement of Plant & Vehicles	1,497	1,764	1,317	1,944
Sinking Funds	164	5		169
Elections	65	100		165
Works Carried Forward	271		271	0
Lawson Golf Course	27			27
Falconbridge Church Property	25			25
Integral Building Springwood	100			100
Remediation former Gasworks Site	193		193	0
Waste Bins	750			750
Tip Improvements	1,385		1,086	299
Property Development	0	458		458
Land Acquisitions Environmental Protection	134		70	64
Pay & Display Echo Point	504	222	76	650
Katoomba Civic Centre	400			400
Occupational Health & Safety	16		16	0
Cultural Centre	1,000			1,000
Cultural Centre Operational (carryover to 2007/08)		135		135
Family Day Care	377		71	306
Loan Repayments	258	500		758
Aerial Photography	118			118
Environmental Levy	501	434		935
Superannuation (cessation super contribution)		380		380
Workers Compensation Insurance		159		159
IT Auditing		20		20
Scout Hall Falconbridge		40		40
Staff Redeployment Costs		48		48
Public Halls & Recreation Fac. C'tees	246		14	232
Office Accommodation	20		20	0
Printing Equipment	63			63
Aquatic Centres	8		8	0
Telephone Equipment Replacement	78	33		111
Legal Case	75			75
Carryover Works (operational) to 2007/08		412		412
Total Internal Restrictions	9,269	5,244	3,536	10,977
Total Restrictions	15,558	10,237	3,923	22,092