



# Budget

1 July 2019 to  
30 June 2020

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**Budgeted Financial  
Statements**

Volume 1 of 3

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Including Long Term Financial Forecast and  
Financial Sustainability Ratios

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1. 2019/2020 BUDGETED FINANCIAL STATEMENTS

1.1 Income Statement

**MAREEBA SHIRE COUNCIL**

**Income Statement**

**For the year ended 30 June 2020**

	Note	Budget 2019/20 \$ '000	Budget 2020/21 \$ '000	Budget 2021/22 \$ '000
<b>Income</b>				
Rates and charges		32,928	33,748	34,513
Less discounts and pensioner remissions		(1,994)	(2,044)	(2,095)
Net rates and utility charges	1	30,934	31,704	32,418
Fees and charges		1,246	1,277	1,309
Operating grants and subsidies	2	7,216	7,360	7,508
Operating contributions	2	920	938	957
Interest revenue		500	502	504
Works for third parties		1,791	1,836	1,882
Other revenue		3,634	3,846	3,939
<b>Total Operating Revenue</b>		<b>46,241</b>	<b>47,463</b>	<b>48,516</b>
<b>Expenditure</b>				
Employee expenses		18,329	18,787	19,257
Materials and services		13,393	13,728	14,071
Depreciation expenses	3	9,730	9,868	10,113
Finance and borrowing costs	4	317	349	343
<b>Total Operating Expenses</b>		<b>41,769</b>	<b>42,732</b>	<b>43,784</b>
<b>Operating Surplus/(Deficit)</b>		<b>4,472</b>	<b>4,731</b>	<b>4,732</b>
<b>Capital Income</b>				
Contributions from developers		-	-	-
Capital grants and subsidies	2	10,429	2,440	2,440
Profit/(Loss) on sale of asset		(830)	-	-
		9,599	2,440	2,440
<b>Net Result</b>		<b>14,071</b>	<b>7,171</b>	<b>7,172</b>

1.2 Balance Sheet

**MAREEBA SHIRE COUNCIL**  
**Balance Sheet**  
**at 30 June 2020**

	Budget 2019/20 \$ '000	Budget 2020/21 \$ '000	Budget 2021/22 \$ '000
<b>Current Assets</b>			
Cash assets	41,714	43,305	45,117
Receivables	3,749	3,850	3,936
Inventories	2,954	2,934	2,914
	<u>48,417</u>	<u>50,089</u>	<u>51,967</u>
<b>Non-Current Assets</b>			
Receivables	47	45	43
Property, plant and equipment	450,050	455,338	460,414
Capital works in progress	-	-	-
	<u>450,097</u>	<u>455,383</u>	<u>460,457</u>
<b>TOTAL ASSETS</b>	<u>498,514</u>	<u>505,472</u>	<u>512,424</u>
<b>Current Liabilities</b>			
Payables	5,400	5,508	5,618
Interest bearing liabilities	372	384	395
Provisions	413	430	446
	<u>6,185</u>	<u>6,322</u>	<u>6,460</u>
<b>Non-Current Liabilities</b>			
Interest bearing liabilities	7,658	7,274	6,879
Payables	2,073	2,125	2,178
Provisions	3,187	3,170	3,154
	<u>12,918</u>	<u>12,569</u>	<u>12,211</u>
<b>TOTAL LIABILITIES</b>	<u>19,103</u>	<u>18,890</u>	<u>18,670</u>
<b>NET COMMUNITY ASSETS</b>	<u>479,411</u>	<u>486,582</u>	<u>493,754</u>
<b>Community Equity</b>			
Retained surplus	479,411	486,582	493,754
<b>TOTAL COMMUNITY EQUITY</b>	<u>479,411</u>	<u>486,582</u>	<u>493,754</u>

1.3 Statement of Cash Flows

**MAREEBA SHIRE COUNCIL**  
**Statement of Cash Flows**  
**For the year ended 30 June 2020**

	<b>Budget 2019/20 \$ '000</b>	<b>Budget 2020/21 \$ '000</b>	<b>Budget 2021/22 \$ '000</b>
<b>Cash flows from operating activities</b>			
Receipts from customers	47,792	46,741	47,806
Payments to suppliers and employees	(35,266)	(32,557)	(33,376)
Interest received	500	502	504
Borrowing costs	(227)	(258)	(249)
<b>Net cash inflow from operating activities</b>	<b>12,799</b>	<b>14,428</b>	<b>14,685</b>
<b>Cash flows from investing activities</b>			
Payments for property, plant and equipment	(30,106)	(14,904)	(14,928)
Subsidies and contributions for new capital	10,429	2,440	2,440
Proceeds from sale of property, plant and equipment	-	-	-
<b>Net cash (outflow) from investing activities</b>	<b>(19,677)</b>	<b>(12,464)</b>	<b>(12,488)</b>
<b>Cash flows from financing activities</b>			
Proceeds from borrowings	3,750	-	-
Repayment of borrowings	(1,625)	(340)	(352)
Repayment of finance leases	(33)	(33)	(33)
<b>Net cash inflow (outflow) from financing activities</b>	<b>2,092</b>	<b>(373)</b>	<b>(385)</b>
<b>Net increase in cash held</b>	<b>(4,786)</b>	<b>1,591</b>	<b>1,812</b>
Cash at beginning of reporting period	46,500	41,714	43,305
<b>Cash at end of reporting period</b>	<b>41,714</b>	<b>43,305</b>	<b>45,117</b>

1.4 Statement of Changes In Equity

**MAREEBA SHIRE COUNCIL**  
**Statement of Changes in Equity**  
**For the year ended 30 June 2020**

	<b>Budget</b>	<b>Budget</b>	<b>Budget</b>
	<b>2019/20</b>	<b>2020/21</b>	<b>2021/22</b>
	<b>\$ '000</b>	<b>\$ '000</b>	<b>\$ '000</b>
Balance at beginning of period	465,340	479,411	486,582
Net result for the period	14,071	7,171	7,172
Balance at end of period	<u>479,411</u>	<u>486,582</u>	<u>493,754</u>



1.5 Notes to The Financial Statements for The Year Ended 30 June 2020

MAREEBA SHIRE COUNCIL  
Notes to the Financial Statements  
For the year ended 30 June 2020

	Budget 2019/20 \$ '000	Increase from 2018/19 %	Budget 2020/21 \$ '000	Increase from 2019/20 %	Budget 2021/22 \$ '000	Increase from 2020/21 %
<b>1 Rates and Utility Charges</b>						
<b>Operating income</b>						
General rates	17,705	3.02%	18,148	2.50%	18,601	2.50%
Water	5,887	4.44%	6,034	2.50%	6,185	2.50%
Sewerage	4,954	2.51%	5,078	2.50%	5,205	2.50%
Waste	3,807	2.60%	3,902	2.50%	4,000	2.50%
Special rates and charges	575	-1.84%	586	1.91%	522	-10.92%
Total rates and utility charge revenue	32,928	2.15%	33,748	2.49%	34,513	2.26%
Less: Discounts	(1,594)		(1,634)		(1,675)	
Less: Pensioner remissions	(400)		(410)		(420)	
Net rates and utility charges	30,934		31,704		32,418	
<b>2 Grants, subsidies, contributions and donations</b>						
(i) Recurrent - government grants and subsidies, and other contributions are analysed as follows.						
General purpose grants	7,000		7,140		7,283	
Government subsidies and grants	216		220		225	
Contributions (incl tourist Levies)	920		938		957	
Total recurrent revenue	8,136		8,299		8,465	
(ii) Capital - government grants and subsidies, other contributions and donations are analysed as follows.						
Government subsidies and grants	10,429		2,440		2,440	
Developer Contributions	-		-		-	
Total capital revenue	10,429		2,440		2,440	
<b>3 Depreciation of non-current assets</b>						
Buildings	1,357		1,491		1,442	
Plant and equipment	542		530		400	
Road, drainage and bridge network	3,922		4,077		4,208	
Water	1,472		1,370		1,466	
Sewerage	1,482		1,519		1,616	
Waste	205		143		141	
Other assets	750		738		840	
	9,730		9,868		10,113	
<b>4 Finance and Borrowing costs</b>						
Finance costs	227		258		249	
Bank charges	65		66		68	
Other	25		25		26	
	317		349		343	

**MAREEBA SHIRE COUNCIL**  
**Statement of Appropriations**  
**For the year ended 30 June 2020**

	Budget 2019/20 \$ '000	Budget 2020/21 \$ '000	Budget 2021/22 \$ '000
Retained surplus (deficiency) from prior years	-	-	-
Net result for the period from the Income Statement	14,071	7,171	7,172
	<u>14,071</u>	<u>7,171</u>	<u>7,172</u>
<b>Transfers (to) from capital account:</b>			
(Profit) loss on sale of capital assets	830	-	-
General revenue used for capital purposes	(534)	(377)	(388)
Net capital account transfers	<u>296</u>	<u>(377)</u>	<u>(388)</u>
Transfer from (to) the constrained works reserve	-	-	-
Transfer from (to) Capital Grants, Subsidies and Contributions	(10,429)	(2,440)	(2,440)
<b>Retained surplus available for transfer to reserves</b>	<b>3,937</b>	<b>4,354</b>	<b>4,344</b>
Transfers (to) from reserves for future funding purposes:			
Benefited Area reserves	(881)	(914)	(933)
Water reserve	(919)	(1,152)	(1,118)
Sewerage reserve	(1,058)	(1,129)	(1,100)
Waste reserve	(562)	(642)	(662)
Disaster reserve	(5)	(5)	(5)
Insurance reserve	(100)	(100)	(100)
General reserve	(363)	(363)	(363)
<b>Retained surplus (deficiency) available for general funding</b>	<b><u>50</u></b>	<b><u>49</u></b>	<b><u>62</u></b>

**Capital Funding Statement**  
**For the year ended 30 June 2020**

	Budget 2019/20 \$ '000	Budget 2020/21 \$ '000	Budget 2021/22 \$ '000
<b>Sources of capital funding</b>			
General revenue used for capital purposes	534	377	388
Excess capital revenue transferred from capital to retained surplus			
Other capital revenue sources:			
External Loan monies expended	3,750	-	-
Internal Loan monies expended	-	-	-
Funded depreciation and amortisation	9,140	9,455	9,777
Proceeds from the sale of capital assets	240	240	240
Transfers from capital reserve	2,340	4,034	1,679
Donated and contributed physical assets	-	-	-
Constrained grants, subsidies and contributions	10,239	2,440	2,440
Constrained public contributions reserve	1,958	900	900
	<u>28,201</u>	<u>17,446</u>	<u>15,424</u>
<b>Application of capital funding</b>			
Non current capital assets	27,777	17,069	15,036
Principal loan redemptions :			
Queensland Treasury Corporation	391	344	355
Lease Repayment	33	33	33
	<u>28,201</u>	<u>17,446</u>	<u>15,424</u>

**MAREEBA SHIRE COUNCIL**  
**Income Statement by Fund**  
**For the year ended 30 June 2020**

	<u>General</u>		
	<b>Budget</b>	<b>Budget</b>	<b>Budget</b>
	<b>2019/20</b>	<b>2020/21</b>	<b>2021/22</b>
	<b>\$ '000</b>	<b>\$ '000</b>	<b>\$ '000</b>
<b>Revenue</b>			
Rates and utility charges	17,945	18,390	18,771
Less discounts and pensioner remissions	(1,994)	(2,044)	(2,095)
Net rates and utility charges	<u>15,951</u>	<u>16,346</u>	<u>16,676</u>
Fees and charges	1,246	1,277	1,309
Operating grants and subsidies	7,216	7,360	7,508
Operating contributions	-	-	-
Interest revenue	290	292	294
Works for third parties	1,743	1,787	1,831
Other revenue	1,865	2,033	2,080
<b>Total Operating Revenue</b>	<u><u>28,311</u></u>	<u><u>29,095</u></u>	<u><u>29,698</u></u>
<b>Expenditure</b>			
Employee expenses	16,495	16,907	17,330
Materials and services	4,407	4,517	4,630
Depreciation expenses	6,485	6,765	6,819
Finance and borrowing costs	185	220	216
<b>Total Operating Expenses</b>	<u><u>27,572</u></u>	<u><u>28,410</u></u>	<u><u>28,995</u></u>
<b>Operating Surplus/(Deficit)</b>	<u>739</u>	<u>685</u>	<u>703</u>
<b>Capital Income</b>			
Contributions from developers	-	-	-
Capital grants and subsidies	8,626	2,440	2,440
Profit/(Loss) on sale of asset	(499)		
Interest on constrained works	-	-	-
	<u>8,127</u>	<u>2,440</u>	<u>2,440</u>
<b>Net Result</b>	<u><u>8,866</u></u>	<u><u>3,125</u></u>	<u><u>3,143</u></u>

**MAREEBA SHIRE COUNCIL**  
**Statement of Appropriations by Fund**  
**For the year ended 30 June 2020**

	General		
	Budget	Budget	Budget
	2019/20	2020/21	2021/22
	\$ '000	\$ '000	\$ '000
Retained surplus (deficiency) from prior years	-	-	-
Net result for the period from the Income Statement	8,866	3,125	3,143
	<u>8,866</u>	<u>3,125</u>	<u>3,143</u>
<b>Transfers (to) from capital account:</b>			
(Profit) loss on sale of capital assets	499		
General revenue used for capital purposes	(221)	(168)	(173)
Net capital account transfers	278	(168)	(173)
Transfer from (to) the constrained works reserve	-	-	-
Transfer from (to) capital grants, subsidies and contributions	(8,626)	(2,440)	(2,440)
<b>Retained surplus available for transfer to reserves</b>	<b>518</b>	<b>517</b>	<b>530</b>
Transfers (to) from Insurance reserve:	(100)	(100)	(100)
Transfers (to) from Disaster reserve:	(5)	(5)	(5)
Transfers (to) from reserves for replenishment of reserves:	(363)	(363)	(363)
<b>Retained surplus (deficiency) available for general funding</b>	<b>50</b>	<b>49</b>	<b>62</b>

**Capital Funding Statement by Fund**  
**For the year ended 30 June 2020**

	Budget	Budget	Budget
	2019/20	2020/21	2021/22
	\$ '000	\$ '000	\$ '000
<b>Sources of capital funding</b>			
General revenue used for capital purposes	221	168	173
Other capital revenue sources:			
External Loan monies expended	3,750		
Internal Loan monies expended			
Funded depreciation and amortisation	5,464	6,257	6,539
Proceeds from the sale of capital assets	240	240	240
Transfers from capital reserve	32		
Constrained grants, subsidies and contributions	8,626	2,440	2,440
Constrained public contributions reserve	835	900	900
	<u>19,168</u>	<u>10,005</u>	<u>10,292</u>
<b>Application of capital funding</b>			
Non current capital assets	18,947	9,837	10,119
Principal loan redemptions :			
Queensland Treasury Corporation	188	135	140
Lease repayment	33	33	33
	<u>19,168</u>	<u>10,005</u>	<u>10,292</u>

**MAREEBA SHIRE COUNCIL**  
**Income Statement by Fund**  
**For the year ended 30 June 2020**

	Waste		
	Budget	Budget	Budget
	2019/20	2020/21	2021/22
	\$ '000	\$ '000	\$ '000
<b>Revenue</b>			
Rates and utility charges	3,807	3,902	4,000
Less discounts and pensioner remissions	-	-	-
Net rates and utility charges	3,807	3,902	4,000
Fees and charges	-	-	-
Operating grants and subsidies	-	-	-
Operating contributions	-	-	-
Interest revenue	50	50	50
Works for third parties	-	-	-
Other revenue	1,670	1,712	1,755
<b>Total Operating Revenue</b>	<b>5,527</b>	<b>5,664</b>	<b>5,804</b>
<b>Expenditure</b>			
Employee expenses	394	404	414
Materials and services	4,366	4,475	4,587
Depreciation expenses	205	143	141
Finance and borrowing costs	-	-	-
<b>Total Operating Expenses</b>	<b>4,965</b>	<b>5,022</b>	<b>5,142</b>
<b>Operating Surplus/(Deficit)</b>	<b>562</b>	<b>642</b>	<b>662</b>
<b>Capital Income</b>			
Contributions from developers	-	-	-
Capital grants and subsidies	190	-	-
Profit/(Loss) on sale of asset	-	-	-
Interest on constrained works	-	-	-
<b>Net Result</b>	<b>752</b>	<b>642</b>	<b>662</b>

**MAREEBA SHIRE COUNCIL**  
**Statement of Appropriations by Fund**  
**For the year ended 30 June 2020**

	Waste		
	Budget	Budget	Budget
	2019/20	2020/21	2021/22
	\$ '000	\$ '000	\$ '000
Retained surplus (deficiency) from prior years	-	-	-
Net result for the period from the Income Statement	752	642	662
	752	642	662
<b>Transfers (to) from capital account:</b>			
General revenue used for capital purposes	-	-	-
Transfer from (to) the constrained works reserve	-	-	-
Transfer from (to) capital grants, subsidies and contributions	(190)	-	-
<b>Retained surplus available for transfer to reserves</b>	562	642	662
Transfers (to) from reserves for future funding purposes:	(562)	(642)	(662)
<b>Retained surplus (deficiency) available for general funding</b>	-	-	-

**Capital Funding Statement by Fund**  
**For the year ended 30 June 2020**

	Budget	Budget	Budget
	2019/20	2020/21	2021/22
	\$ '000	\$ '000	\$ '000
<b>Sources of capital funding</b>			
General revenue used for capital purposes	-		
Other capital revenue sources:			
External Loan monies expended	-	-	-
Internal Loan monies expended	-	-	-
Funded depreciation and amortisation	-	-	-
Proceeds from the sale of capital assets	-	-	-
Transfers from capital reserve	465	105	108
Constrained grants, subsidies and contributions	-	-	-
Constrained public contributions reserve	-	-	-
	465	105	108
<b>Application of capital funding</b>			
Non current capital assets	465	105	108
Principal loan redemptions :			
Queensland Treasury Corporation	-	-	-
	465	105	108

**MAREEBA SHIRE COUNCIL**  
**Income Statement by Fund**  
**For the year ended 30 June 2020**

	Sewerage		
	Budget	Budget	Budget
	2019/20	2020/21	2021/22
	\$ '000	\$ '000	\$ '000
<b>Revenue</b>			
Rates and utility charges	4,954	5,078	5,205
Less discounts and pensioner remissions	-	-	-
Net rates and utility charges	4,954	5,078	5,205
Fees and charges	-	-	-
Operating grants and subsidies	-	-	-
Operating contributions	-	-	-
Interest revenue	85	85	85
Works for third parties	3	3	3
Other revenue	45	46	47
<b>Total Operating Revenue</b>	<b>5,087</b>	<b>5,212</b>	<b>5,340</b>
<b>Expenditure</b>			
Employee expenses	536	549	563
Materials and services	1,636	1,677	1,719
Depreciation expenses	1,482	1,519	1,616
Finance and borrowing costs	132	129	127
<b>Total Operating Expenses</b>	<b>3,786</b>	<b>3,874</b>	<b>4,025</b>
<b>Operating Surplus/(Deficit)</b>	<b>1,301</b>	<b>1,338</b>	<b>1,315</b>
<b>Capital Income</b>			
Contributions from developers	-	-	-
Capital grants and subsidies	463	-	-
Profit/(Loss) on sale of asset	(70)	-	-
Interest on constrained works	-	-	-
	393	-	-
<b>Net Result</b>	<b>1,694</b>	<b>1,338</b>	<b>1,315</b>

**MAREEBA SHIRE COUNCIL**  
**Statement of Appropriations by Fund**  
**For the year ended 30 June 2020**

	Sewerage		
	Budget 2019/20 \$ '000	Budget 2020/21 \$ '000	Budget 2021/22 \$ '000
Retained surplus (deficiency) from prior years	-	-	-
Net result for the period from the Income Statement	1,694	1,338	1,315
	<u>1,694</u>	<u>1,338</u>	<u>1,315</u>
<b>Transfers (to) from capital account:</b>			
(Profit) loss on sale of capital assets	70	-	-
General revenue used for capital purposes	(243)	(209)	(215)
Net capital account transfers	<u>(173)</u>	<u>(209)</u>	<u>(215)</u>
Transfer from (to) the constrained works reserve	-	-	-
Transfer from (to) capital grants, subsidies and contributions	(463)	-	-
<b>Retained surplus available for transfer to reserves</b>	1,058	1,129	1,100
Transfers (to) from reserves for future funding purposes:	<u>(1,058)</u>	<u>(1,129)</u>	<u>(1,100)</u>
<b>Retained surplus (deficiency) available for general funding</b>	<u>-</u>	<u>-</u>	<u>-</u>

**Capital Funding Statement by Fund**  
**For the year ended 30 June 2020**

	Budget 2019/20 \$ '000	Budget 2020/21 \$ '000	Budget 2021/22 \$ '000
<b>Sources of capital funding</b>			
General revenue used for capital purposes	243	209	215
Other capital revenue sources:			
External Loan monies expended	-	-	-
Internal Loan monies expended	-	-	-
Funded depreciation and amortisation	1,996	1,698	1,798
Proceeds from the sale of capital assets	-	-	-
Transfers from capital reserve	1,808	1,379	1,081
Constrained grants, subsidies and contributions	463	-	-
Constrained public contributions reserve	463	-	-
	<u>4,973</u>	<u>3,286</u>	<u>3,094</u>
<b>Application of capital funding</b>			
Non current capital assets	4,770	3,077	2,879
Principal loan redemptions :			
Queensland Treasury Corporation	203	209	215
	<u>4,973</u>	<u>3,286</u>	<u>3,094</u>



**MAREEBA SHIRE COUNCIL**  
**Income Statement by Fund**  
**For the year ended 30 June 2020**

	Water		
	Budget	Budget	Budget
	2019/20	2020/21	2021/22
	\$ '000	\$ '000	\$ '000
<b>Revenue</b>			
Rates and utility charges	5,887	6,034	6,185
Less discounts and pensioner remissions	-	-	-
Net rates and utility charges	5,887	6,034	6,185
Fees and charges	-	-	-
Operating grants and subsidies	-	-	-
Operating contributions	-	-	-
Interest revenue	25	25	25
Works for third parties	45	46	47
Other revenue	32	33	34
<b>Total Operating Revenue</b>	<b>5,989</b>	<b>6,138</b>	<b>6,291</b>
<b>Expenditure</b>			
Employee expenses	815	835	856
Materials and services	2,713	2,781	2,850
Depreciation expenses	1,472	1,370	1,466
Finance and borrowing costs	-	-	-
<b>Total Operating Expenses</b>	<b>5,000</b>	<b>4,986</b>	<b>5,173</b>
<b>Operating Surplus/(Deficit)</b>	<b>989</b>	<b>1,152</b>	<b>1,118</b>
<b>Capital Income</b>			
Contributions from developers	-	-	-
Capital grants and subsidies	1,150	-	-
Profit/(Loss) on sale of asset	(261)	-	-
Interest on constrained works	-	-	-
	889	-	-
<b>Net Result</b>	<b>1,878</b>	<b>1,152</b>	<b>1,118</b>

**MAREEBA SHIRE COUNCIL**  
**Statement of Appropriations by Fund**  
**For the year ended 30 June 2020**

	Water		
	Budget	Budget	Budget
	2019/20	2020/21	2021/22
	\$ '000	\$ '000	\$ '000
Retained surplus (deficiency) from prior years	-	-	-
Net result for the period from the Income Statement	1,878	1,152	1,118
	<u>1,878</u>	<u>1,152</u>	<u>1,118</u>
<b>Transfers (to) from capital account:</b>			
(Profit) loss on sale of capital assets	261	-	-
General revenue used for capital purposes	(70)	-	-
Net capital account transfers	<u>191</u>	<u>-</u>	<u>-</u>
Transfer from (to) the constrained works reserve	-	-	-
Transfer from (to) capital grants, subsidies and contributions	<u>(1,150)</u>	<u>-</u>	<u>-</u>
<b>Retained surplus available for transfer to reserves</b>	919	1,152	1,118
Transfers (to) from reserves for future funding purposes:	<u>(919)</u>	<u>(1,152)</u>	<u>(1,118)</u>
<b>Retained surplus (deficiency) available for general funding</b>	<u>-</u>	<u>-</u>	<u>-</u>

**Capital Funding Statement by Fund**  
**For the year ended 30 June 2020**

	Budget	Budget	Budget
	2019/20	2020/21	2021/22
	\$ '000	\$ '000	\$ '000
<b>Sources of capital funding</b>			
General revenue used for capital purposes	70		
Other capital revenue sources:			
External Loan monies expended	-		
Internal Loan monies expended	-		
Funded depreciation and amortisation	1,680	1,500	1,440
Proceeds from the sale of capital assets	-		
Transfers from capital reserve	35	490	490
Constrained grants, subsidies and contributions	1,150		
Constrained public contributions reserve	660		
	<u>3,595</u>	<u>1,990</u>	<u>1,930</u>
<b>Application of capital funding</b>			
Non current capital assets	3,595	1,990	1,930
Principal loan redemptions :			
Queensland Treasury Corporation	-	-	-
	<u>3,595</u>	<u>1,990</u>	<u>1,930</u>

**MAREEBA SHIRE COUNCIL**  
**Income Statement by Fund**  
**For the year ended 30 June 2020**

	Benefited Area		
	Budget	Budget	Budget
	2019/20	2020/21	2021/22
	\$	\$	\$
<b>Revenue</b>			
Rates and utility charges	335	343	352
Less discounts and pensioner remissions	-	-	-
Net rates and utility charges	335	343	352
Fees and charges	-	-	-
Operating grants and subsidies	-	-	-
Operating contributions	920	938	957
Interest revenue	50	50	50
Works for third parties	-	-	-
Other revenue	22	23	23
<b>Total Operating Revenue</b>	<b>1,327</b>	<b>1,354</b>	<b>1,382</b>
<b>Expenditure</b>			
Employee expenses	89	91	94
Materials and services	271	278	285
Depreciation expenses	86	71	71
Finance and borrowing costs	-	-	-
<b>Total Operating Expenses</b>	<b>446</b>	<b>440</b>	<b>449</b>
<b>Operating Surplus/(Deficit)</b>	<b>881</b>	<b>914</b>	<b>933</b>
<b>Capital Income</b>			
Contributions from developers	-	-	-
Capital grants and subsidies	-	-	-
Profit/(Loss) on sale of asset	-	-	-
Interest on constrained works	-	-	-
<b>Net Result</b>	<b>881</b>	<b>914</b>	<b>933</b>

**MAREEBA SHIRE COUNCIL**  
**Statement of Appropriations by Fund**  
**For the year ended 30 June 2020**

	Benefited Area		
	Budget 2019/20	Budget 2020/21	Budget 2021/22
	\$	\$	\$
Retained surplus (deficiency) from prior years	-	-	-
Net result for the period from the income Statement	881	914	933
	<u>881</u>	<u>914</u>	<u>933</u>
<b>Transfers (to) from capital account:</b>			
General revenue used for capital purposes	-	-	-
Net capital account transfers	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Transfer from (to) the constrained works reserve	-	-	-
Transfer from (to) capital grants, subsidies and contributions	-	-	-
<b>Retained surplus available for transfer to reserves</b>	<u>881</u>	<u>914</u>	<u>933</u>
Transfers (to) from reserves for future funding purposes:	(881)	(914)	(933)
<b>Retained surplus (deficiency) available for general funding</b>	<u>-</u>	<u>-</u>	<u>-</u>

**Capital Funding Statement by Fund**  
**For the year ended 30 June 2020**

	Budget 2019/20	Budget 2020/21	Budget 2021/22
	\$	\$	\$
	<b>Sources of capital funding</b>		
General revenue used for capital purposes	-	-	-
Other capital revenue sources:			
External Loan monies expended	-	-	-
Internal Loan monies expended	-	-	-
Funded depreciation and amortisation	-	-	-
Proceeds from the sale of capital assets	-	-	-
Transfers from capital reserve	-	2,060	-
Constrained grants, subsidies and contributions	-	-	-
Constrained public contributions reserve	-	-	-
	<u>-</u>	<u>2,060</u>	<u>-</u>
<b>Application of capital funding</b>			
Non current capital assets	-	2,060	-
Principal loan redemptions :			
Queensland Treasury Corporation	-	-	-
	<u>-</u>	<u>2,060</u>	<u>-</u>

1.6 Long Term Financial Forecast

Mareeba Shire Council  
Long Term Financial Forecast

	Budget		Forecast							
	30-Jun-20	30-Jun-21	30-Jun-22	30-Jun-23	30-Jun-24	30-Jun-25	30-Jun-26	30-Jun-27	30-Jun-28	30-Jun-29
Revenue	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Recurrent revenue:</b>										
General rates	17,945	18,390	18,771	19,240	19,720	20,212	20,717	21,234	21,764	22,309
Separate rates	335	343	352	361	370	379	388	398	408	418
Water	5,887	6,034	6,185	6,340	6,498	6,661	6,827	6,998	7,173	7,352
Sewerage	4,954	5,078	5,205	5,335	5,468	5,605	5,745	5,889	6,036	6,187
Waste management	3,807	3,902	4,000	4,100	4,202	4,307	4,415	4,525	4,638	4,754
Total rates and utility charge revenue	32,928	33,748	34,513	35,375	36,258	37,164	38,092	39,044	40,019	41,021
less: discounts & pensioner remissions	(1,994)	(2,044)	(2,095)	(2,147)	(2,201)	(2,256)	(2,312)	(2,370)	(2,429)	(2,490)
Netrates and utility charges	30,934	31,704	32,418	33,227	34,057	34,908	35,780	36,674	37,590	38,531
Fees and charges	1,246	1,277	1,309	1,342	1,375	1,410	1,445	1,481	1,518	1,556
Sales - contract and recoverable works	1,791	1,836	1,882	1,929	1,977	2,026	2,077	2,129	2,182	2,237
State government grants and subsidies	7,216	7,360	7,508	7,658	7,811	7,967	8,126	8,289	8,455	8,624
Contributions	920	938	957	976	996	1,016	1,036	1,057	1,078	1,099
Interest received	500	502	504	509	521	547	552	551	568	583
Other operating revenue	3,634	3,846	3,939	4,035	4,133	4,234	4,336	4,442	4,550	4,660
<b>Total recurrent revenue</b>	<b>46,241</b>	<b>47,463</b>	<b>48,516</b>	<b>49,676</b>	<b>50,871</b>	<b>52,108</b>	<b>53,353</b>	<b>54,622</b>	<b>55,940</b>	<b>57,290</b>
<b>Capital revenue:</b>										
Grants, subsidies, donations	10,429	2,440	2,440	1,000	1,000	1,000	1,000	1,000	1,000	1,000
Profit/(Loss) on sale of asset	(830)	-	-	-	-	-	-	-	-	-
Contributions from Developers	-	-	-	-	-	-	-	-	-	-
<b>Total capital revenue and capital income</b>	<b>9,599</b>	<b>2,440</b>	<b>2,440</b>	<b>1,000</b>	<b>1,000</b>	<b>1,000</b>	<b>1,000</b>	<b>1,000</b>	<b>1,000</b>	<b>1,000</b>
<b>Total income</b>	<b>55,840</b>	<b>49,903</b>	<b>50,956</b>	<b>50,676</b>	<b>51,871</b>	<b>53,108</b>	<b>54,353</b>	<b>55,622</b>	<b>56,940</b>	<b>58,290</b>
<b>Expenses</b>										
<b>Recurrent expenses:</b>										
Employee benefits	18,329	18,787	19,257	19,738	20,232	20,738	21,256	21,787	22,332	22,890
Materials and services	13,393	13,728	14,071	14,423	14,783	15,153	15,532	15,920	16,318	16,726
Depreciation and amortisation	9,730	9,868	10,113	10,407	10,587	10,505	10,752	11,199	11,634	11,880
Finance costs	317	349	343	331	322	311	301	290	280	268
<b>Total recurrent expenses</b>	<b>41,769</b>	<b>42,732</b>	<b>43,784</b>	<b>44,899</b>	<b>45,924</b>	<b>46,707</b>	<b>47,841</b>	<b>49,197</b>	<b>50,564</b>	<b>51,764</b>
<b>Total expenses</b>	<b>41,769</b>	<b>42,732</b>	<b>43,784</b>	<b>44,899</b>	<b>45,924</b>	<b>46,707</b>	<b>47,841</b>	<b>49,197</b>	<b>50,564</b>	<b>51,764</b>
<b>Net result attributable to Council</b>	<b>14,071</b>	<b>7,171</b>	<b>7,172</b>	<b>5,777</b>	<b>5,947</b>	<b>6,401</b>	<b>6,512</b>	<b>6,425</b>	<b>6,376</b>	<b>6,526</b>
<b>Surplus/(Deficit) from operations</b>	<b>4,472</b>	<b>4,731</b>	<b>4,732</b>	<b>4,777</b>	<b>4,947</b>	<b>5,401</b>	<b>5,512</b>	<b>5,425</b>	<b>5,376</b>	<b>5,526</b>
<b>Community Equity</b>										
Total Assets	498,514	505,472	512,424	515,146	519,878	524,427	528,960	534,073	539,094	544,912
Total Liabilities	19,103	18,890	18,670	18,442	18,217	18,003	17,780	17,548	17,306	17,054
<b>Net Community Equity</b>	<b>479,411</b>	<b>486,582</b>	<b>493,754</b>	<b>496,703</b>	<b>501,661</b>	<b>506,424</b>	<b>511,180</b>	<b>516,525</b>	<b>521,788</b>	<b>527,858</b>

1.7 Financial Sustainability Ratios

Mareeba Shire Council  
Financial Sustainability Ratios

	Budget					Forecast				
	30-Jun-20	30-Jun-21	30-Jun-22	30-Jun-23	30-Jun-24	30-Jun-25	30-Jun-26	30-Jun-27	30-Jun-28	30-Jun-29
<b>Operating Surplus Ratio</b>										
<i>This is an indicator of the extent to which revenue raised cover operational expenses only or are available for capital funding purposes</i>										
(Net Operating Surplus / Total Operating Revenue) (%)	9.67%	9.97%	9.75%	9.62%	9.72%	10.36%	10.33%	9.93%	9.61%	9.65%
Target Ratio Lower Limit (%)	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Target Ratio Upper Limit (%)	10.0%	10.0%	10.0%	10.0%	10.0%	10.0%	10.0%	10.0%	10.0%	10.0%
Does Operating Surplus Ratio fall between the target band?	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
<i>Council has forecast balanced operating positions for the duration of the forecast period, satisfying the benchmark for this ratio.</i>										
<b>Net Financial Asset / Liability Ratio</b>										
<i>This is an indicator of the extent to which the net financial liabilities of Council can be serviced by its operating revenues.</i>										
((Total Liabilities - Current Assets) / Total Operating Revenue)	(65.13)%	(67.95)%	(71.47)%	(72.17)%	(75.40)%	(79.96)%	(84.77)%	(86.55)%	(91.55)%	(94.73)%
Target Ratio Upper Limit (%)	60.0%	60.0%	60.0%	60.0%	60.0%	60.0%	60.0%	60.0%	60.0%	60.0%
Does Net Financial Asset / Liability Ratio fall below the upper limit?	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
<i>The results for this ratio are within the benchmark in each year for the forecast period.</i>										
<b>Asset Sustainability Ratio</b>										
<i>This is an approximation of the extent to which the infrastructure assets managed by Council are being replaced as they reach the end of their useful lives.</i>										
(Capital Expenditure on the Replacement of Assets (renewals) / Depreciation Expense)	156.08%	115.63%	104.70%	98.17%	90.22%	121.55%	130.58%	101.81%	104.70%	90.35%
Target Ratio Lower Limit (%)	90.0%	90.0%	90.0%	90.0%	90.0%	90.0%	90.0%	90.0%	90.0%	90.0%
Does Asset Sustainability Ratio fall above the lower limit?	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
<i>The results for this ratio demonstrates Council is meeting this requirement.</i>										

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