

# Lehunte

<b>UNIFORM PRESENTATION OF FINANCES</b>	<b>2004-05 Actual \$'000</b>	<b>2005-06 Estimate \$'000</b>	<b>2006-07 Budget \$'000</b>
<b>Operating Revenue</b> <sup>(a) (g)</sup>			
Rates - General & Other	964	1,011	1,081
Statutory Charges	16	12	15
User Charges	460	37	37
Grants & Subsidies	1,575	1,851	1,819
Interest	89	60	80
Reimbursements	53	41	34
Commercial Activity Revenue	-	-	-
Other	89	-	-
<b>Total Operating Revenue</b>	<b>3,246</b>	<b>3,012</b>	<b>3,066</b>
<b>less Operating Expenses</b> <sup>(b) (g)</sup>			
Employee Costs	869	841	927
Contractual Services	293	299	312
Materials	349	220	195
Interest	-	-	-
Depreciation	3,129	3,173	2,730
Other	160	831	987
<b>Total Operating Expenses</b>	<b>4,800</b>	<b>5,364</b>	<b>5,151</b>
<b>Operating Surplus / (Deficit)</b> <sup>(c)</sup>	<b>(1,554)</b>	<b>(2,352)</b>	<b>(2,085)</b>
<b>Less: Net Outlays on Non-financial Assets</b>			
Capital Expenditure on Renewal / Replacement of Existing Assets and New / Upgraded Assets	1,753	991	975
less Proceeds from Sale of Assets	183	-	-
less Depreciation	3,129	3,173	2,730
less Capital Grants and Monetary Contributions specifically for New and Upgraded Assets <sup>(d)</sup>	-	-	-
<b>Net Outlays on Non-financial Assets</b>	<b>(1,559)</b>	<b>(2,182)</b>	<b>(1,755)</b>
<b>Equals: Net Lending / (Borrowing) for Financial Year</b> <sup>(e)</sup>	<b>6</b>	<b>(170)</b>	<b>(330)</b>
<b>Net Financial Liabilities as at 30 June</b> <sup>(f)</sup>	<b>(1,715)</b>	<b>(1,545)</b>	<b>(1,215)</b>

- (a) Operating revenue excludes book gains on disposal of assets. Operating revenue includes grants for all purposes, except grants specifically required to be spent on new assets or upgrading assets.
- (b) Operating expenses exclude book losses on revaluation and/or disposal of assets.
- (c) Operating Surplus / (Deficit) measures the extent to which operating revenue is or is not sufficient to meet all of the costs of providing council services, which include depreciation. Where an operating deficit exists, some costs being incurred in the current year are not being met by today's ratepayers.
- (d) Excludes the value of non-financial assets donated to the Council. Similarly, capital expenditure on assets excludes non-financial assets donated to the Council.
- (e) Net Lending / (Borrowing) equals Operating Surplus / (Deficit), less Net Outlays on Non-financial Assets. The Net Lending / (Borrowing) result is a measure of the Council's overall (i.e. Operating and Capital) budget on an accrual basis. The Net Lending / (Borrowing) result can be expected to fluctuate from year to year, given the lumpy nature of some capital expenditure. Achieving a zero result on the Net Lending / (Borrowing) measure in any one year essentially means that the Council has met all of its expenditure (both operating and capital) from the current year's revenues.
- (f) Net Financial Liabilities equal Total Liabilities less Financial Assets (being Cash, Investments, Receivables, Prepayments etc). The amount of Net Lending in any one year decreases the level of Net Financial Liabilities in the year by that amount. Conversely, the amount of Net Borrowing increases the level of Net Financial Liabilities.
- (g) Some individual revenue and expense items will need to be updated to take account of changes stemming from the introduction of Australian International Financial Reporting Standards.