



Officer Presentation

C24/177 Preliminary Statements of Financial Activity for June 2024

Mr I Aiyathurai, Manager Financial Services

Preliminary Statements of Financial Activity – June 2024

SUMMARY TYPE KEY POINTS OF THE REPORT

- This report presents the Preliminary Statements of Financial Activity by Nature and Statements of Financial Activity by Program and Nature, for the period ending 30 June 2024 and recommends that they be noted by the Council; and
- Presents the statements and figures for 2023-2024 which are still subject to change and recommends that they be noted by the Council. Year-end accounting processes are still underway and therefore the final accounts for 2023-2024 may be materially different to what is presented in this report; and
- Presents the preliminary variances for the month of June 2024 and recommends that they be noted by the Council; and
- Presents the Budget amendments required for the month of June 2024 and recommends that they be adopted by Absolute Majority decision of the Council; and
- Presents the amendments to the Fees and Charges Schedule 2024-2025 and recommends that they be adopted by Absolute Majority decision of the Council.

Key Highlights

Overall Summary of the City's Financial Position

The City's total investments holding for June 2024 were \$160.29m of which the Municipal cash balance at the end of the month was \$9.95m and \$150.11 m was held in reserve accounts, which are restricted to the defined purpose for which the reserve account was established.

The investment in green/ethical term deposits as of 30 June 2024 was \$48.2m or 30% of total investment holdings, compared to \$48.2m (27%) in May 2024. Green/Ethical investments are invested in the two banks, in accordance with the council rating policy.

Rates raised as of June were \$102,530,500, compared to a year to date budget of \$102,850,392. The negative variance of \$319,892 is due to interim adjustments in respect to both Commercial and Residential improved properties.

Total debtor collections for June 2024 equalled \$1.3m. The Rates collection target was 95% and the actual collection is tracking slightly higher at 96.8%, compared to 96.6% for the same period in 2022-2023. The total outstanding debtors (including all rates and sundry debtors) is \$6.4m as of 30 June 2024.

Year End Financial Process Update

Preliminary Statements of Financial Activity are prepared:

- ✓ Revenue activities
- ✓ Expenses and accruals
- ✓ Salaries
- ✓ Expenses

Additional year end activities underway:

- ✓ Capital Work in progress account (\$36M) under review
- ✓ Capitalisation of assets (Project status, Nature of expenses, timing)
- ✓ Capital Grant income realised against completed milestones
- ✓ Year-end accruals including review of projects
- ✓ Asset revaluation (Investments \$54M & Infrastructure ,roads, drainage, footpaths and irrigation)
- ✓ Annual leave , long service leave accruals
- Investments performance RRG & Carawatha
- Reserves released in line with individual reserve policies and project spend
- Reserves put aside (reserve policy)
- Rehabilitation and remediation of contaminated sites including John Connell etc
- Preparation of financial statements & legislative disclosures
- Credit loss provision
- Accounting position papers
- Carry forward process
- Other activities

Financial Statements to be submitted to the Auditors by
30 September per the Local Government Regulations



Agenda Briefing Forum

August 2024



City of
Melville