



CITY of PERTH

MINUTES

**FINANCE AND ADMINISTRATION
COMMITTEE**

29 MARCH 2016

**THESE MINUTES ARE HEREBY CERTIFIED AS
CONFIRMED**

**PRESIDING MEMBER'S
SIGNATURE**

J. E. Davidson

DATE: *19/4/2016.*

FINANCE AND ADMINISTRATION COMMITTEE

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Minutes of the meeting of the City of Perth **Finance and Administration Committee** held in Committee Room 1, Ninth Floor, Council House, 27 St Georges Terrace, Perth on **Tuesday, 29 March 2016**.

MEMBERS IN ATTENDANCE

Cr Davidson - Presiding Member
Cr Chen (entered the meeting at 4.04pm)
Cr Harley

OFFICERS

Mr Mileham - Chief Executive Officer
Mr Mianich - Director Corporate Services
Ms Moore - Director Community and Commercial Services
Mr Dunne - Acting Director Economic Development and Activation
Mr Gupta - Manager Street Presentation and Maintenance
Mr Ridgwell - Manager Governance
Mr Richards - Manager Finance
Ms McMullan - Manager Arts, Culture and Heritage
Mr White - Chief Accountant
Ms Ferreira - Senior Management Accountant
Mr Clohessy - Senior Property Officer
Ms Best - Governance and Risk Officer

GUESTS AND DEPUTATIONS

Nil

FA62/16 DECLARATION OF OPENING

4.01pm The Presiding Member declared the meeting open.

FA63/16 APOLOGIES AND MEMBERS ON LEAVE OF ABSENCE

Nil

FA64/16 QUESTION TIME FOR THE PUBLIC

Nil

FA65/16 CONFIRMATION OF MINUTES

Moved by Cr Harley, seconded by Cr Davidson

That the minutes of the meeting of the Finance and Administration Committee held on 8 March 2016 be confirmed as a true and correct record.

The motion was put and carried

The votes were recorded as follows:

For: Crs Davidson and Harley

Against: Nil

FA66/16 CORRESPONDENCE

Nil

FA67/16 DISCLOSURE OF MEMBERS' INTERESTS

Nil

FA68/16 MATTERS FOR WHICH THE MEETING MAY BE CLOSED

The Presiding Member advised that in accordance with Section 5.23(2) of the *Local Government Act 1995*, the meeting will be required to be closed to the public prior to discussion of the following:

Confidential Item / Schedule No.	Item No. and Title	Reason
Confidential Schedule 5	Item FA73/16 – Perth Public Art Foundation Incorporated – Revised Three Year Sponsorship and Partnership Agreement with the City of Perth 2015-2018	Section 5.23(e)(iii)
Confidential Schedule 8	Item FA74/16 – Tender 051-15/16 – Supply of Black Granite Kerbs	Section 5.23(e)(ii)

4.04pm Cr Chen entered the meeting.

**FA69/16 FINANCIAL STATEMENTS AND FINANCIAL ACTIVITY
STATEMENT FOR THE PERIOD ENDED 29 FEBRUARY
2016**

BACKGROUND:

FILE REFERENCE: P1014149-25
REPORTING UNIT: Finance
RESPONSIBLE DIRECTORATE: Corporate Services
DATE: 15 March 2016
MAP / SCHEDULE: Schedule 1 – Financial Statements and Financial
Activity Statement for the period ended 29 February
2016

LEGISLATION / STRATEGIC PLAN / POLICY:

Legislation Section 6.4(1) and (2) of the *Local Government Act 1995*
Regulation 34(1) of the *Local Government (Financial
Management) Regulations 1996*

**Integrated Planning
and Reporting
Framework
Implications** **Strategic Community Plan**
Council Four Year Priorities: Community Outcome
Capable and Responsive Organisation
A capable, flexible and sustainable organisation with a
strong and effective governance system to provide
leadership as a capital city and deliver efficient and effective
community centred services.

DETAILS:

The Financial Activity Statement is presented together with a commentary on variances from the revised budget.

FINANCIAL IMPLICATIONS:

There are no direct financial implications arising from this report.

COMMENTS:

The Financial Activity Statement commentary compares the actual results for the eight months to 29 February 2016 with the revised budget approved by Council on **15 March 2016**.

Moved by Cr Harley, seconded by Cr Chen

That Council approves the Financial Statements and the Financial Activity Statement for the period ended 29 February 2016 as detailed in Schedule 1.

The motion was put and carried

The votes were recorded as follows:

For: Crs Davidson, Chen and Harley

Against: Nil

Meeting Note: Cr Harley sought clarification whether the address indicated in Schedule 1 is correct, the Manager Finance is to confirm that Brookfield Tower 2 is the correct building address.

FA70/16 INVESTMENTS AND INVESTMENT RETURNS FOR THE PERIOD ENDED 29 FEBRUARY 2016

BACKGROUND:

FILE REFERENCE:	P1031639-9
RESPONSIBLE DIRECTORATE:	Corporate Services
RESPONSIBLE UNIT:	Finance
DATE:	16 March 2016
MAP / SCHEDULE:	Schedule 2 – Investment Report for the period ended 29 February 2016 Short Term Investments and Institutional Credit and Ratings

Investments are made in accordance with Policy 9.3 – Management of Investments. The policy sets objectives and risk management guidelines for investing surplus and reserve funds not immediately required for any other purpose.

This report reviews the results for the month of February 2016.

LEGISLATION / STRATEGIC PLAN / POLICY:

Legislation	Section 6.14 of the <i>Local Government Act 1995</i> Regulation 19C of the <i>Local Government (Financial Management) Regulations 1996</i>
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Integrated Planning	Strategic Community Plan
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**and Reporting
Framework
Implications**

Council Four Year Priorities: Community Outcome
Capable and Responsive Organisation
A capable, flexible and sustainable organisation with a strong and effective governance system to provide leadership as a capital city and deliver efficient and effective community centred services.

Policy

Policy No and Name: 9.3 – Management of Investments

DETAILS:

	Actual \$	Budget \$	Variation \$
Interest Earnings	286,818	392,250	(105,432)
Average Rate	2.47%		
Benchmark Rate	2.41%		
RBA Cash Rate	2.00%		

*Figures exclude rate arrears.

Call Accounts

Balance at 29 February 2016	\$17.1 million
Interest Earned	\$36,365
Rate for balances over \$2 million	2.50%

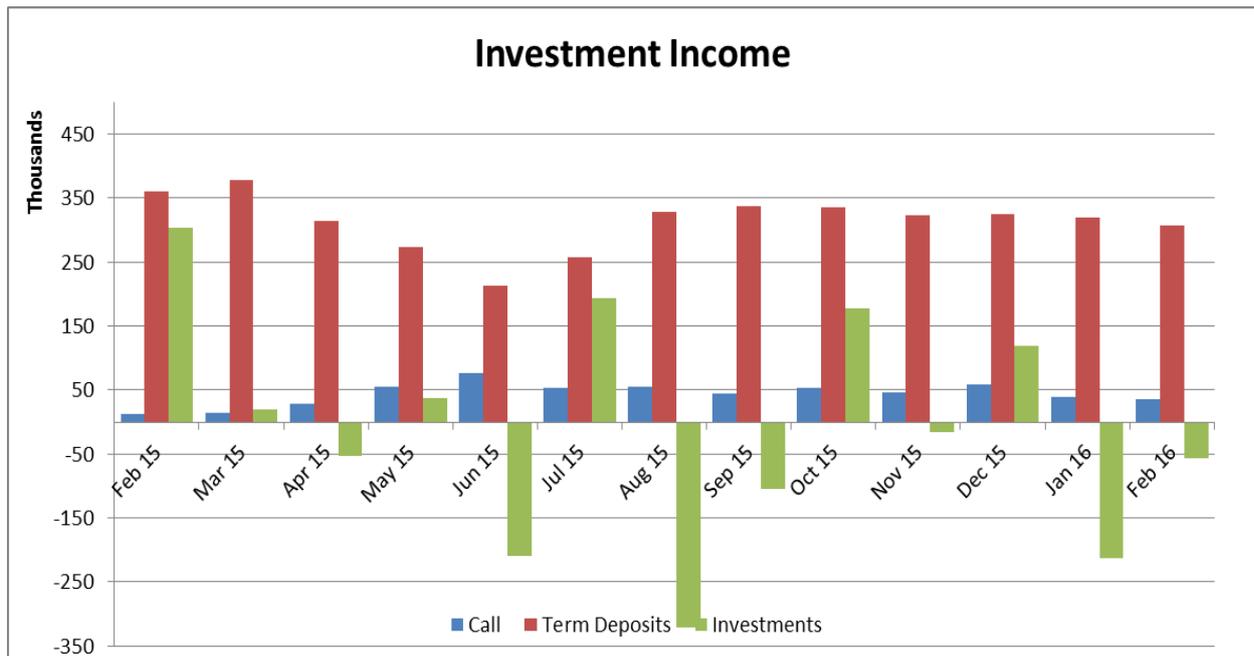
Term Deposits

Balance at 29 February 2016	\$131.8 million
Interest Earned	\$307,599
Average Rate (Municipal funds)	2.97%
Most Recent Rate (Municipal funds)	3.00%

Other Investments

	Interest Earned \$	Interest Rate %
Emerald Mortgage Backed Security	10,991	3.15
Colonial Share Index Balanced Fund	(68,137)	N/A

The ASX 200 fell by a further 2.5% in February which was reflected in the performance of the Colonial Share Index Balanced Fund, a decline in value of \$68,137. As a result, the Colonial Share Index Balanced fund had a negative return for the month, noting that for the current financial year, negative returns have occurred in five out of the eight months.



Spread of Investments

The City's exposure to investment institutions is as follows:

Institution	Credit Rating	Percentage	Percentage Allowed
ANZ	A1+	11%	100%
Bankwest	A1+	10%	
NAB	A1+	24%	
AMP	A1	6%	
Suncorp Metway	A1	16%	
		67%	
Bank of Queensland	A2	29%	60%
Barclays	NR	2%	10%
Colonial	NR	2%	
		4%	

FINANCIAL IMPLICATIONS:

Reported investment earnings (excluding interest on rates arrears) at \$268,818 after Trust Account adjustments, were \$105,432 below budget in February 2016.

COMMENTS

The City of Perth continues to adhere to its policy of obtaining the best returns commensurate with risk and the constraints imposed by the State Government regulations.

Moved by Cr Chen, seconded by Cr Harley

That the Finance and Administration Committee receives the report detailing investments and investment returns for the period ended 29 February 2016, as detailed in Schedule 2.

The motion was put and carried

The votes were recorded as follows:

For: Crs Davidson, Chen and Harley

Against: Nil

FA71/16 LICENCE AGREEMENT – MARKET STREET SHARED PATH

BACKGROUND:

FILE REFERENCE: CW0179
REPORTING UNIT: Properties
RESPONSIBLE DIRECTORATE: Construction and Maintenance
DATE: 10 March 2016
MAP / SCHEDULE: Schedule 3 – PTA Licence Terms – Shared Pathway
Schedule 4 – PTA Licence – Area Map

At its meeting held on **9 October 2012**, Council approved the final City of Perth Cycle Plan 2029 and Cycle Plan Implementation Program 2012–2017.

At its meeting on **23 February 2016**, Council further approved the reduction in scope to the Roe and Railway Street Shared Path Project as a result of the State Government's Charles Street Bus Bridge Scheme.

A section of this shared path will encroach onto land owned by the Public Transport Authority and as such a licence agreement must be entered into to allow the City of Perth ('City') to use this land.

LEGISLATION / STRATEGIC PLAN / POLICY:

**Integrated Planning
and Reporting**

Strategic Community Plan
Council Four Year Priorities: Getting Around Perth

Framework Implications	S3	Proactive planning for an integrated transport system, including light rail, that meets community needs and makes the sustainable choice the easy choice
	S4	Enhanced accessibility in and around the City including parking

DETAILS:

The City of Perth Cycle Plan 2029 identified Railway Street and Roe Street between Thomas/Loftus Street and Fitzgerald Street as a key east west pedestrian and cyclist link. This plan was presented to Council for endorsement as part of the Cycle Plan 2029 in October 2012 and amended to reduce the scope of the work (due to the Charles Street Bus Bridge Scheme) in February 2016.

The City has taken a lead role to upgrade, design and document this shared path on Roe Street and Railway Street, which includes a connection along Market Street, West Perth.

Part of the proposed pathway will encroach on approximately 291 square metres of Public Transport Authority land.

The Public Transport Authority has provided consent.

FINANCIAL IMPLICATIONS:

The cost of the Licence Agreement is \$350 which is to be borne by the City.

All figures quoted in this report are exclusive of GST.

COMMENTS:

The proposed pathway will provide an improved bicycle / pedestrian access route in the City and is supported.

Moved by Cr Harley, seconded by Cr Chen

That Council agrees to enter into a Licence Agreement with the Public Transport Authority (PTA) for use of PTA land to accommodate the construction of the Market Street shared path under the terms and conditions detailed in Schedule 3.

The motion was put and carried

The votes were recorded as follows:

For: Crs Davidson, Chen and Harley

Against: Nil

Meeting Note: Cr Harley queried the intersection of this shared path and how it will be used by cyclists. The Chief Executive Officer advised that a detailed plan will be provided to the Elected Members detailing the traffic movement of the shared path and the appropriate routes.

FA72/16 EXTEND THE CITY OF PERTH WIFI TO BUILDING IN THE CATHEDRAL AND TREASURY PRECINCT

BACKGROUND:

FILE REFERENCE: P1030341
REPORTING UNIT: Information Technology
RESPONSIBLE DIRECTORATE: Corporate Services
DATE: 24 March 2016
MAP / SCHEDULE: N/A

The City of Perth ('City') operates a public WiFi service across the Central Business District (CBD). This service provides all visitors; businesses and tourists with 24 hours continuous access to the Internet with a maximum up link speed of 6 Mbps, a downlink speed of 1 Mbps, a session time out after 24 hours and a 200Mb download limit per session.

To achieve this, the City of Perth has strategically deployed WiFi access points (AP's) across the CBD. The service currently attracts at minimum 77 concurrent device connection sessions on average throughout any given time. The connection of each device shares a 100Mb link that is paid by the City and provided by Vocus Communications. Statistically the link capacity is not saturated and can sustain a greater number of concurrent connections but this limit is dependent on the activity being performed by each device per session.

On the 8 June 2015 the Department of the Attorney General (DOTAG) approached the City of Perth to request the extension of the City of Perth Public WiFi in to the 11th floor of DOTAG's new State Administrative Tribunal (SAT) Building at 565 Hay Street, and the public floors of the OTB Office Tower at the Cathedral and Treasury Precinct (CTP).

The DOTAG has offered the use of the existing cabling and power infrastructure to provision the WiFi Services and stated that the provisioning of Public WiFi Services must be at no charge to the DOTAG.

LEGISLATION / STRATEGIC PLAN / POLICY:

**Integrated Planning
and Reporting
Framework
Implications**

Corporate Business Plan

Council Four Year Priorities: Perth as a Capital City

S7 Collaborate with private sector to leverage city
enhancements

S7.1 Review City of Perth Public Wi-Fi Strategy

DETAILS:

On the 8 June 2015 the Department of the Attorney General (DOTAG) met with the City of Perth Information Services Unit Officers to discuss their request to provide free access to the City of Perth Public WiFi from within two buildings namely the Government occupied buildings at the Cathedral and Treasury Precinct (CTP) and limiting to the public areas of the State Administrative Tribunal and the 33 storey Supreme Court (civil) and Office Tower.

On the 28 July 2015 an email response was offered stating that these buildings were not 'public spaces' for the purpose of the program or the legislation that the City administers. The City can only underwrite, on behalf of the ratepayers; public spaces - parks, road reserves, mall reserves. The buildings identified are private buildings with controlled access and if people required City of Perth Public WiFi access they can go outside the buildings to the adjacent public spaces where access is available.

On the 31 July 2015 the Director Corporate Services reiterated these comments after further discussions with the Solutions Architect, Information Services Unit. These comments were issued via email to DOTAG.

On the 31 July 2015 the DOTAG approached the Director Planning & Development via telephone and email requesting a meeting to discuss "an opportunity for the City of Perth and our Department to collaborate to provide Public WiFi for the Public Areas within the Government occupied buildings at the Cathedral and Treasury Precinct (CTP)."

On the 31 August 2015 the Transition Director met with DOTAG. This meeting was held because the new City of Perth Library being adjacent to the DOTAG building would be offering free public WiFi. After the meeting the Transition Director issued a Memo to Director Planning & Development stating that the request for the provision of Public WiFi was an issue for Economic Development together with Information Services in-line with the Council adopted implementation criteria for free public WiFi.

On the 18 January 2016 the Department of Finance made an email request to the City of Perth Chief Executive Officer for the extension of City of Perth Public WiFi to Cathedral and Treasury Precinct.

On the 1 February 2016 an email response from Director of Shared Information Services serving the DOTAG following up on the email request to extend the City of Perth Public WiFi to Cathedral and Treasury Precinct.

On 3 February 2016, the City of Perth Chief Executive Officer requested from the Department of Finance an indication of the proposed expansion costs that the City would have to cover.

On 18 February 2016, an email response was received from the Director of Shared Information Services DOTAG stating that the estimated initial implementation cost would be approximately \$25,000 to \$30,000.

FINANCIAL IMPLICATIONS:

There are no direct financial implications arising from this report.

COMMENTS:

The request to extend the City of Perth Public WiFi is not supported by Officers as the intent of the City's strategy is to provide WiFi for outdoor public spaces not private buildings.

In terms of consistency, a similar request from Brookfield Multiplex was rejected for coverage by the Economic Development Unit who at the time managed the strategic direction of the Public WiFi.

The estimated cost of implementation is greater than the figure received from Director of Shared Information Services DOTAG. An estimate has been provided by the tendered provider of the City's Public WiFi equipment, Technical Services Group (TSG), of \$78,000 plus an additional \$15,000 for optical fibre connectivity back to Council House, with ongoing maintenance costs of \$10,000 per annum.

Moved by Cr Harley, seconded by Cr Chen

That Council decline the request from the Department of the Attorney General (DOTAG) to extend the City of Perth Public WiFi to the 11th floor of DOTAG's new State Administrative Tribunal Building at 565 Hay Street, Perth, and the public floors of the OTB Office Tower at the Cathedral and Treasury Precinct.

The motion was put and carried

The votes were recorded as follows:

For: Crs Davidson, Chen and Harley

Against: Nil

**FA73/16 PERTH PUBLIC ART FOUNDATION INCORPORATED –
REVISED THREE YEAR SPONSORSHIP AND
PARTNERSHIP AGREEMENT WITH THE CITY OF
PERTH 2015-2018**

BACKGROUND:

FILE REFERENCE: P1012262-9
REPORTING UNIT: Arts, Culture and Heritage
RESPONSIBLE DIRECTORATE: Economic Development and Activation
DATE: 23 February 2016
MAP / SCHEDULE: Confidential Schedule 5 – PPAF Funding Request –
3 March 2016 (Distributed to Elected Members under a
separate cover)

At its meeting held on **30 June 2015**, Council approved:

“A principal partner sponsorship of \$408,000 with the Perth Public Art Foundation Incorporated for a period of three years commencing 11 June 2015 through to 10 June 2018.”

During the negotiation of the Funding Agreement, it became apparent that an error had been made in calculating the actual full employment costs - superannuation, leave loading, CPI increase of 1.6% per annum, and other salary on-costs had not been included. In addition, certain key operational functions were not taken into full consideration in the original negotiations (refer Confidential Schedule 5 for details on both amounts).

The main rationale behind the review of the funding agreement and revision of the operational funding is twofold:

- to set up Perth Public Art Foundation (PPAF) to be financially independent (via sponsorship) for secondment and governance purposes;
- align core funding agreements the City has with Heritage Perth and PPAF to be as equitable as possible, while taking into account their slightly different functions.

In order to maintain appropriate governance whilst benefiting the City, Heritage Perth receive funding to cover external account auditing, a media retainer and other operational funding. These budget items had not been included in PPAF's proposed funding breakdown; which meant that the original amount of \$60,000 was insufficient to provide PPAF with optimal independence and sustainability. It was understood that the City would provide financial and marketing support in-house. This is not a good arrangement from a governance perspective. The new funding arrangement seeks to rectify this imbalance whilst establishing PPAF as originally intended.

The purpose of this report is to seek Council's approval for the allocation of additional funds to accurately reflect the full and correct value of the sponsorship over the three year period 2015-2018. The total additional funding required is \$184,936 (\$61,645 per annum) (refer Confidential Schedule 5 for details).

LEGISLATION / STRATEGIC PLAN / POLICY:

**Integrated Planning
and Reporting
Framework
Implications**

Corporate Business Plan

Council Four Year Priorities: Healthy and Active in Perth

S15 Reflect and celebrate the diversity of Perth

S15.3 Develop Public Art Strategy and Implementation Plan

DETAILS:

This principal partner sponsorship was approved by Council to support the employment of the Executive Director of the Perth Public Art Foundation (PPAF) for a three year period commencing June 2015 to June 2018 (inclusive). A total of \$333,000 salary was approved with additional funds approved for general administration needs (\$60,000). A further \$15,000 was approved to be drawn down in 2017 for Strategic Development of the organisation to ensure its alignment and benefit to the City's Public Art Strategy.

Since Council's commitment to the three year principal partnership sponsorship with PPAF, progress has been made towards the preparation of a formal funding agreement between the City and the Perth Public Art Foundation to clarify respective roles and responsibilities, which will supersede the Memorandum of Understanding that had previously been in place.

Simultaneously PPAF has finalised its first draft of a new constitution that will ensure that the Foundation is operating in a way that is consistent with the Foundation's structure and direction and with current legislation for registered tax deductible charities. It is anticipated that both of these documents will be resolved in the coming months, subject to final review and approval processes by Board and regulatory agencies.

In the process of detailing the employment conditions for the Executive Director, officers recalculated the on-costs associated with the employment of this position and determined that on costs had not been captured in the initial figure reported to Council.

All costs have since been verified in consultation with Finance and Human Resources units during which it was confirmed necessary to seek approval from Council for this amendment to reflect the full and true value of the sponsorship, which is \$592,936 for the three year period June 2015 to June 2018.

FINANCIAL IMPLICATIONS:

ACCOUNT NO:	CL 15A86000
BUDGET ITEM:	Perth Public Art Foundation
BUDGET PAGE NUMBER:	-
ORIGINAL BUDGETED AMOUNT:	\$408,000 (over three year period 2015-18)
AMOUNT SPENT TO DATE:	\$101,788 (current financial year to date)
PROPOSED ADDITIONAL COST:	\$184,936 (over three year period 2015-18)
TOTAL NEW BUDGETED AMOUNT:	\$592,936 (over three year period 2015-18)
BALANCE:	\$491,148 (over three year period 2015-18)

All figures quoted in this report are exclusive of GST.

COMMENTS:

Note that this change does not otherwise alter the City's support for the functions or activities of the PPAF that were agreed to in principle at the time of Council's approval of the lesser amount on 30 June 2015.

Moved by Cr Harley, seconded by Cr Chen

That Council:

- 1. approves a financial commitment increase of \$184,936 (\$61,645 per annum), which, together with the original commitment, reflects the full and correct value of the City of Perth principal partner sponsorship of the Perth Public Art Foundation Incorporated for a three year period commencing 11 June 2015 through to 10 June 2018;***
- 2. authorises the Chief Executive Officer to:***
 - 2.1. finalise the details of a contract between the City of Perth and the Perth Public Art Foundation Incorporated for the period 11 June 2016 to 10 June 2018 for the purpose of formalising the City of Perth's funding of the Perth Public Art Foundation Incorporated and determining priorities under the funding agreement;***
 - 2.2. in accordance with Section 9.49A of the Local Government Act 1995, sign the contract with Perth Public Art Foundation Incorporated on behalf of the City of Perth; and***

(Cont'd)

- 3. notes that the Chief Executive Officer will present the final draft agreement to the Elected Members for information prior to execution.**

The motion was put and carried

The votes were recorded as follows:

For: Crs Davidson, Chen and Harley

Against: Nil

**FA74/16 TENDER 051-15/16 – SUPPLY OF BLACK GRANITE
KERBS**

BACKGROUND:

FILE REFERENCE: P1032311
REPORTING UNIT: Street Presentation and Maintenance
RESPONSIBLE DIRECTORATE: Construction and Maintenance
DATE: 14 March 2016
MAP / SCHEDULE: Schedule 6 – Comparative Schedule of Rates – Drawing
15049 G-DT-01-00
Schedule 7 – Comparative Schedule of Rates – Drawing
15049 G-DT-02-00
Confidential Schedule 8 – Tender Evaluation Matrix
(Distributed to Elected Members under a separate cover)

Tender 051–15/16 Supply of Black Granite Kerbs was advertised in the West Australian on Wednesday, 20 January 2016. Tenders closed at 2.00pm on Thursday, 11 February 2016, with the following tenders received:

- Joystone Australia Pty Ltd
- Urbanstone Pty Ltd
- Absolute Stone

The City utilises black granite kerbs in streetscape upgrades primarily within the central business district. Recent installations include Barrack Street, Wellington Street and St Georges Terrace. Black granite provides a point of difference over the standard grey concrete kerb and has a useful life of 80 years.

LEGISLATION / STRATEGIC PLAN / POLICY:

Legislation Part 4 of the *Local Government (Functions and General) Regulations 1996*

Integrated Planning and Reporting Framework Implications **Corporate Business Plan**
Council Four Year Priorities: Living in Perth
S9 Promote and facilitate CBD living

Policy
Policy No and Name: 9.7 – Purchasing Policy

DETAILS:

Tenderers were required to address the selection criteria in the specification in detail to demonstrate both their experience and ability to manufacture and supply black granite kerbs and to submit a Form of Tender that included a Schedule of Rates.

The criteria were:

- Relevant Experience
- Compliance with Specification
- Long Term Guarantee
- Lead Times

The three submissions were assessed and ranked according to the criteria with particular emphasis on experience and compliance with the specification. Each submission was assessed individually and ranked in order of merit against the qualitative criteria.

Based on the selection criteria the submissions were ranked as follows:

1. Urbanstone

Urbanstone provided a fair offer with some minor deficiencies. The company has supplied black granite kerbing to the City on previous occasions together with specific paving products. "Austral Black" granite is sourced from South Australia and processed in Victoria, South Australia or Western Australia depending on the product.

2. Absolute Stone

This company provided a fair offer with some minor deficiencies. The company has previously supplied black granite kerbing to the City for such projects as Wellington Street, Barrack Street and St Georges Terrace. Absolute Stone provided pricing for both "Austral Black", sourced from South Australia, and "Fraser Range", sourced from a new quarry in south eastern Western Australia.

Processing of “Fraser Range” granite is undertaken in Western Australia while the “Austral Black” is processed in Victoria.

3. Joystone

Joystone provided a fair offer with some deficiencies particularly in relation to specification compliance. The company were a previous supplier to Absolute Stone providing the locally sourced “Bridgetown Black” granite. Joystone’s offer was to supply the City with this granite direct with all processing undertaken in Western Australia.

In order to ensure value for money, an analysis of costs using an “actual” project was undertaken. This analysis applied the most commonly used kerb types with the best price offered by each of the Tenderers Schedule of Rates. Table 1 (below) provides the comparative figures from each tenderer for 100 metres of kerbing.

Kerb Description*	Length (metres)	Urbanstone		Absolute Stone				Joystone	
		“Austral Black”		“Fraser Range”		“Austral Black”		“Bridgetown Black”	
		Price \$ (ea.)	Total \$	Price \$ (ea.)	Total \$	Price \$ (ea.)	Total \$	Price \$ (ea.)	Total \$
Barrier	70.0	372	26,040	389	27,230	350	24,500	414	28,980
Mountable	30.0	820	24,600	749	22,470	692	20,760	615	18,450
Flush	100.0	265	26,500	238	23,800	216	21,600	292	29,200
Total Cost			77,140		73,500		66,860		76,630

*Each kerb is 1.0 metre in length as per Specification

Table 1 – Comparative Project Cost

FINANCIAL IMPLICATIONS:

The City currently has only one programmed streetscape project utilising black granite kerbs. Final designs and budgets for the Wellington Street Stage 2B works are yet to be finalised with the project due to commence in the third quarter of 2016. However, based on preliminary drawings, it is anticipated the granite kerbing component will be approximately \$95,000 utilising the offered rates and granite type from the recommended supplier.

Future streetscape projects may utilise the contract as required.

Based on the most commonly used items, as indicated in Table 1 (above), pricing from the recommended supplier and granite type represents an average 16% decrease on current prices.

All figures quoted in this report are exclusive of GST.

COMMENTS:

All three submitting companies have either directly or indirectly provided black granite kerbing to the City over the past six years. The submissions from both Urbanstone and Absolute Stone were rated equally while the submission from Joystone failed to adequately address two of the four criteria.

As evidenced in Table 1 (above) the offer from Absolute Stone provided the most competitive pricing when applied to an “actual” project scenario for both granite types offered and this was generally reflected across most kerbing profiles and types. It is therefore recommended that Absolute Stone be appointed, utilising “Austral Black” granite, for a period of two years commencing 1 May 2016 with the option to extend for a further two years.

Moved by Cr Chen, seconded by Cr Harley

That Council:

- 1. accepts the most suitable tender, being that submitted by Absolute Stone, for a period of two years commencing 1 May 2016 with the option to extend for a further two years in accordance with Schedule 6 – Comparative Schedule of Rates – Drawing 15049 G-DT-01-00 and Schedule 7 – Comparative Schedule of Rates – Drawing 15049 G-DT-02-00 for the first year with each subsequent year increase based upon the Consumer Price Index for the preceding year; and***
- 2. authorises the Chief Executive Officer to execute and vary the Tender Contract.***

The motion was put and carried

The votes were recorded as follows:

For: Crs Davidson, Chen and Harley

Against: Nil

FA75/16 MOTIONS OF WHICH PREVIOUS NOTICE HAS BEEN GIVEN

Nil

FA76/16 GENERAL BUSINESS

Responses to General Business from a Previous Meeting

Nil

New General Business

1. Rates

Cr Harley queried how rates are paid to the City from commercially leased buildings and whether these are paid by the owner or tenants.

The Director Corporate Services advised that it is dependent on the formal agreements and the negotiations between tenants and owners, generally the rates are on charged to the tenants directly.

FA77/16 ITEMS FOR CONSIDERATION AT A FUTURE MEETING

Outstanding Items:

- Council Dining Room (raised FA30/09/14, updated 21/04/15)
- Program for CCTV Cameras around the City (raised FA29/10/15, updated FA27/01/16)

Cr Davidson queried the status of the CCTV program.

The Manager Governance advised that a briefing to Council is scheduled for June 2016 to present this item. Cr Harley queried whether information could be provided to Elected Members earlier. The Chief Executive Officer advised that an update will be provided to the Committee Members detailing coverage locations including future locations.

FA78/16 CLOSE OF MEETING

4.25pm There being no further business the Presiding Member declared the meeting closed.

**SCHEDULES
FOR THE MINUTES OF THE
FINANCE AND
ADMINISTRATION
COMMITTEE MEETING
HELD ON
29 MARCH 2016**

**FINANCIAL ACTIVITY STATEMENT FOR THE EIGHT MONTHS TO
29 FEBRUARY 2016**

REPORT OF VARIANCES TO BUDGET

This report compares the actual performance for the eight months to 29 February 2016 compared to the revised budget approved by Council on 15 March 2016.

Operating Revenue

- Parking revenue was \$(104,000) below the revised budget. The year to date variance consisted of \$(212,000) for Undercover Car Parks, \$92,000 for Open Air Car Parks and \$16,000 for Kerbside Parking. The overall variance takes into account a \$(280,000) reduction in budgeted parking revenue as part of the February budget review process.

In previous years' Perth Fringe Festival events were located in Russell Square, but this year these events were moved to Elizabeth Quay. This change had a significant impact on the Undercover Car Parks with the State Library Car Park performing \$(74,000) under budget and the Convention Centre Carpark performing \$85,000 over budget. His Majesty's also performed under the revised budget by \$(48,000) due to less patronage.

- Fines and Costs were marginally higher than the revised budget by \$22,000.
- Investment income fell short of the revised budget for the year to date by \$(65,000). This was mainly due to a negative return on the Colonial Share Index fund in both January and February. Investment returns from this fund mirrors the performance of the ASX 200, which has been volatile.
- Rubbish collection yielded \$(27,000) less than expected compared to the revised budget.
- Recurrent Grants were marginally above the revised budget by \$26,000.
- Other Income was \$74,000 above the revised budget. During February Building Licence Fees generated \$100,000 more than anticipated; partly offset by lower than expected revenue for Planning Fees of \$(27,000) and various other accounts throughout the organisation.

Operating Expenditure

- Employee costs ended the month \$667,000 above the revised budget. This is mainly due to budget phasing of the employee costs associated with capital projects. This timing variance is expected to reduce as the year progresses and capital works are completed.

**FINANCIAL ACTIVITY STATEMENT FOR THE EIGHT MONTHS TO
29 FEBRUARY 2016**

REPORT OF VARIANCES TO BUDGET

- Materials and Contracts were \$887,000 below the revised budget. The variance included infrastructure maintenance which was lower than the revised budget by \$255,000; mainly consisting of the River Wall \$114,000 and Murray Street Mall general maintenance \$101,000. Property maintenance was also lower than budget by \$111,000, mostly due to Council House \$72,000 and the new Perth Library \$20,000. Additionally the following accounts were also below the revised budget: Advertising \$273,000, Other Professional Fees \$108,000 and various smaller variances spread throughout the City.
- Depreciation was \$(120,000) over the revised budget, with Computers \$(38,000), Infrastructure \$(37,000) and Fixed Plant \$(29,000) being the main reasons to this variance.
- Interest expense was slightly over the revised budget by \$(36,000) on a year to date basis. This is predominantly due to the actual interest on Elder Street Undercover Car Park \$(15,000), Convention Centre Car Park \$(11,000) and the Perth City Library loan \$(10,000) being higher than expected.
- Loss on disposal of assets was \$710,000 below the revised budget. Due to the slower than anticipated close out of capital projects, there is a delay in the write-off of assets being replaced or renewed. It is expected that this will align to the revised budget closer to the end of the financial year.
- Other Expenditure was \$(355,000) above the revised budget at the end of February. Non capitalised work in progress was \$(198,000) above the revised budget. Additionally, Donations and Sponsorship was \$(101,000) more than expected due to invoices raised during the month for the West Australian Ballet \$55,000 and Performing Arts Centre \$63,000.

Investing Activities

- Capital expenditure was \$9.4 million less than the revised budget. The following projects have significant annual budgets with year to date spend as follows: New Perth City Library \$7.0 million; Treasury Footpath \$1.9 million; and the 2-Way Barrack Street construction \$4.3 million.
- Transfers to Reserves are running marginally lower than the revised budget.

Financing Activities

- Transfers from Reserves are below the revised budget by \$(3.2 million). This is due to slower than anticipated progress on capital expenditure.

**FINANCIAL ACTIVITY STATEMENT FOR THE EIGHT MONTHS TO
29 FEBRUARY 2016**

REPORT OF VARIANCES TO BUDGET

- Funding from carry forwards expected in the revised budget is dependent on the progress of the capital works program and as such was \$(5.1 million) below budget.
- Proceeds from the disposal of assets or investments realised are \$595,000 more than expected compared to the revised budget.

Amounts sourced from Rates

- Rates revenue raised \$425,000 more than anticipated. This is mainly due to interim rates of \$630,000 raised for 123 St Georges Terrace during February.

CITY OF PERTH

FINANCIAL ACTIVITY STATEMENT - for the period ended 29 February 2016

	Revised Budget 2015/16 \$	Budget YTD 29-Feb-16 \$	Actual YTD 29-Feb-16 \$	Variance YTD 29-Feb-16 \$
Proceeds from Operating Activities				
Operating Revenue				
<i>Nature of Income</i>				
Parking Fees	75,497,882	49,565,699	49,462,100	(103,599)
Fines and Costs	9,375,930	6,180,830	6,203,043	22,213
Investment Income and Interest	4,554,961	3,160,341	3,094,881	(65,459)
Community Service Fees	1,593,139	1,042,130	1,032,290	(9,840)
Rubbish Collection	7,574,971	7,491,128	7,463,848	(27,280)
Rentals and Hire Charges	5,082,241	3,380,849	3,381,824	975
Recurrent Grants	1,313,946	890,940	917,153	26,213
Contributions, Donations and Reimbursements	590,288	437,177	444,081	6,905
Other Income	4,470,302	3,420,155	3,494,210	74,055
	110,053,661	75,569,249	75,493,431	(75,818)
Less: Operating Expenditure				
<i>Nature of Expenditure</i>				
Employee Costs	69,255,187	42,966,596	43,634,050	(667,454)
Materials and Contracts	52,758,422	31,729,431	30,842,576	886,855
Utilities	3,239,008	2,057,188	2,055,765	1,422
Insurance Expenditure	1,133,992	770,293	783,434	(13,141)
Depreciation and Amortisation	30,186,643	20,218,554	20,338,981	(120,426)
Interest Expenses	1,359,057	937,796	974,144	(36,348)
Expense Provisions	962,345	636,737	638,459	(1,723)
Loss on Disposal of Assets	1,766,210	1,246,793	537,069	709,724
Other Expenditure	24,650,812	15,919,627	16,274,305	(354,679)
	185,311,677	116,483,013	116,078,783	404,231
Add back Depreciation	(30,186,643)	(20,218,554)	(20,338,981)	120,426
(Loss) / Profit on Disposals	(1,766,210)	(1,246,793)	(537,069)	(709,724)
	153,358,824	95,017,666	95,202,733	(185,067)
Net Surplus/(Deficit) from Operations	(43,305,163)	(19,448,417)	(19,709,302)	(260,885)
Investing Activities				
Capital Expenditure	(68,552,612)	(36,939,615)	(27,571,305)	9,368,310
Repayment of Borrowings	(6,441,707)	(4,184,303)	(4,184,303)	-
Transfers to Reserves	(28,251,928)	(2,832,933)	(2,934,939)	(102,006)
	(103,246,247)	(43,956,851)	(34,690,547)	9,266,304
Financing Activities				
Transfer from Reserves	30,575,818	26,316,295	23,115,480	(3,200,815)
Carry Forwards	21,681,358	12,683,012	7,620,066	(5,062,946)
Proceeds from Disposal of Assets/Investments	1,729,345	1,523,000	2,118,413	595,413
Distribution from TPRC	1,833,333	-	-	-
Capital Grants	6,489,865	3,449,865	3,447,865	(2,000)
	62,309,719	43,972,172	36,301,824	(7,670,348)
Add: Opening Funds	636,302	636,302	636,302	-
Net Surplus/(Deficit) before Rates	(83,605,389)	(18,796,794)	(17,461,723)	1,335,071
Amount Sourced from Rates	82,953,186	81,962,589	82,387,500	424,911
Closing Funds	(652,203)	63,165,795	64,925,777	1,759,982

Net Cash on Hand				
Cash On Hand	5,235,228	8,266,149	7,282,447	(983,702)
Money Market Investments	105,808,536	133,060,000	134,872,183	1,812,183
Funds on Hand	111,043,764	141,326,149	142,154,630	828,481
Analysis of Funds on Hand				
Reserves	86,889,850	62,664,018	63,517,458	853,440
Provisions	11,608,196	13,102,146	10,955,319	(2,146,827)
Carry forwards	-	9,445,228	8,547,718	(897,510)
Restricted Grants not yet utilised	-	112,833	202,122	89,289
General Funds	12,545,718	56,001,924	58,932,014	2,930,089
Funds on Hand	111,043,764	141,326,149	142,154,630	828,481

CITY OF PERTH

CURRENT POSITION AS AT THE END OF THE PERIOD 29-February-2016

	2015/16 Revised Budget	2015/16 Budget YTD	2015/16 Actual YTD	2015/16 Variance
	\$	\$	\$	\$
Current Assets				
Cash and Cash Equivalents	5,235,228	8,266,149	7,282,447	(983,702)
Deposits and Prepayments	1,655,094	8,892,171	7,698,245	(1,193,926)
Money Market Investments - Municipal Funds	18,918,686	70,395,982	71,354,725	958,743
Money Market Investments - Restricted Funds	86,889,850	62,664,018	63,517,458	853,440
Trade and Other Receivables	10,378,437	14,041,372	14,559,320	517,948
Inventories	2,721,425	2,384,899	1,111,267	(1,273,632)
Total Current Assets	125,798,720	166,644,592	165,523,462	(1,121,130)
Current Liabilities				
Trade and Other Payables	27,658,796	27,599,800	25,341,578	(2,258,222)
Employee Entitlements	11,608,196	11,112,531	10,955,319	(157,212)
Provisions	169,783	1,989,615	581,208	(1,408,407)
Borrowings	6,895,373	6,895,373	6,653,288	(242,085)
Total Current Liabilities	46,332,148	47,597,318	43,531,393	(4,065,925)
Working Capital Position Brought Forward	\$ 79,466,572	\$ 119,047,273	\$ 121,992,069	\$ 2,944,796
Deduct Restricted Cash Holdings	(86,889,850)	(62,664,018)	(63,517,458)	(853,440)
Deduct Unspent Borrowings	-	(112,833)	-	(89,289)
Deduct Restricted Capital Grants	-	(112,833)	(202,122)	(89,289)
Add Current Borrowings	6,771,075	6,895,373	6,653,288	(242,085)
Current Funds Position Brought Forward	(652,202)	\$ 63,165,795	\$ 64,925,777	\$ 1,759,982

EXPLANATORY NOTES – FINANCIAL ACTIVITY STATEMENT

BACKGROUND

- Regulation 34 of the Local Government (Financial Management) Regulations 1996 was amended effective from 1 July 2005.
- The amendment prescribes a monthly Financial Activity Statement (FAS) reporting the sources and application of funds, as set out in the Rate Setting Statement which is included in the Annual Budget.

PURPOSE

- The FAS reports the actual financial performance of the City in relation to its adopted budget, which has been structured on financial viability and sustainability principles.
- The FAS is intended to act as a guide to Council of the impact of financial activities and the reasons for major variances to the annual budget estimates.

PRESENTATION

- Regulation 34 prescribes the minimum detail to be included in the FAS. These are listed below.
 - Annual Budget estimates, and approved revisions to these, are to be included for comparison purposes.
 - Actual amounts of income and expenditure to the end of the month of the FAS.
 - Material variances between the comparable amounts and commentary on reasons for these.
 - The net current assets at the end of the month to which the FAS relates.
- An explanation of the composition of the net current assets at the end of the month to which the FAS relates; less committed and restricted assets.
- Councils are given the option of adopting a format which is considered most appropriate to their needs. These options are listed below.
 - According to nature and type classification,
 - by program, or
 - by business unit.
- It is recommended that while the information presented by cost objects (programs and activities) or by cost centres (business units) are useful for expense allocation and cost centre accountability purposes, they are less informative and difficult to comprehend in matters of disclosure and less effective in cost management and control.
- The FAS has therefore been presented in the format using nature and type classification as the most meaningful disclosure to the Council and public.

FORMAT

- The FAS is formatted to align with the Rate Setting Statement.
- The first part deals with operating income and expenditure, excluding rate revenue.
- The next classification is the amount spent on capital expenditure and debt repayments.
- The classification 'Financing Activities' provides a statement of sources of funds other than from operating or rates revenue, which are usually associated with capital expenditure.
- Attached to the FAS is a statement of 'Net Current Assets' for the budget and actual expenditure to the end of the month to which the FAS relates.
- Opening and closing funds represent the balance of 'Net Current Assets', not including any funds which are committed or restricted.
- "Committed assets" means revenue unspent but set aside under the annual budget for a specific purpose.
- "Restricted assets" means those assets the uses of which are restricted, wholly or partially, by regulations or other externally imposed requirements", e.g. reserves set aside for specific purposes.
- To avoid duplication in calculating 'Closing Funds on hand', certain balances, such as provisions and borrowings, are also deducted.
- The total Closing Funds on hand are to be taken into account when calculating the amount to be raised by rates each year.
- The classification "Net Cash on Hand" represents the balances of funds held in cash or invested and the analysis into those funds reserved, carried forward or remaining unspent at the end of the month to which the FAS relates.



CITY of PERTH

Financial Statements

For the 8 months ended 29 February 2016

**CITY OF PERTH
MUNICIPAL**

*Statement of Comprehensive Income for the 8 months ended 29 February 2016
(By Program)*

	<i>Note</i>	Budget 2015/2016	Revised Budget YTD	Actual YTD 29/02/2016	YTD Variance	
OPERATING REVENUE		\$	\$	\$	\$	%
General Purpose Funding Rates		83,567,338	82,833,748	83,260,837	427,089	0.5%
General Purpose Funding Other		5,735,976	3,014,607	2,971,680	(42,927)	-1.4%
Law, Order, Public Safety		46,225	10,514	13,827	3,313	31.5%
Health		864,920	800,625	821,829	21,204	2.6%
Education and Welfare		2,153,539	1,396,806	1,382,282	(14,524)	-1.0%
Housing		656,190	523,664	524,572	908	0.2%
Community Amenities		10,294,628	9,276,285	9,229,891	(46,394)	-0.5%
Recreation and Culture		1,859,860	1,335,244	1,317,753	(17,491)	-1.3%
Transport		90,764,129	57,174,926	57,100,057	(74,869)	-0.1%
Economic Services		1,093,247	596,752	701,023	104,271	17.5%
Other Property and Services		717,071	568,396	556,907	(11,489)	-2.0%
Total Operating Income		197,753,123	157,531,838	157,880,929	349,091	0.2%
OPERATING EXPENDITURE						
Governance		11,262,129	7,732,344	7,758,956	(26,612)	-0.3%
General Purpose Funding		3,089,672	2,460,493	2,489,512	(29,019)	-1.2%
Law, Order, Public Safety		3,868,851	2,397,381	2,421,402	(24,021)	-1.0%
Health		1,884,897	1,841,792	1,726,361	115,431	6.3%
Education and Welfare		3,870,122	2,320,533	2,325,522	(4,989)	-0.2%
Housing		563,144	374,362	368,567	5,795	1.5%
Community Amenities		28,558,870	18,282,094	17,780,374	501,720	2.7%
Recreation and Culture		32,248,092	20,462,344	20,001,260	461,084	2.3%
Transport		85,571,552	53,189,542	52,309,632	879,910	1.7%
Economic Services		9,744,103	5,506,095	5,781,596	(275,501)	-5.0%
Other Property and Services		7,266,137	524,986	2,370,360	(1,845,374)	-351.5%
Total Operating Expenditure		187,927,571	115,091,966	115,333,542	(241,576)	-0.2%
NET FROM OPERATIONS		9,825,552	42,439,872	42,547,387	107,515	0.3%
GRANTS/CONTRIBUTIONS						
For the Development of Assets						
- General Purpose Funding		80,200	75,600	75,600	-	0.0%
- Recreation and Culture		3,207,250	2,790,000	2,790,000	-	0.0%
- Transport		3,555,000	584,265	582,265	(2,000)	-0.3%
Total Grants/Contributions		6,842,450	3,449,865	3,447,865	(2,000)	-0.1%
DISPOSAL/WRITE OFF OF ASSETS						
Gain/(Loss) on Disposal of Assets	2	(1,558,253)	(1,246,792)	(537,069)	709,723	-56.9%
<i>Change in net assets resulting from operations before significant items</i>		15,109,749	44,642,945	45,458,183	815,238	1.8%
SIGNIFICANT ITEMS						
Distribution from TPRC		1,833,333	-	-	-	0.0%
(Loss) on Disposal of Investments		-	(3,655)	(3,655)	-	0.0%
<i>Change in net assets resulting from operations after significant items</i>		16,943,082	44,639,290	45,454,528	815,238	1.8%

CITY OF PERTH
MUNICIPAL
Statement of Comprehensive Income for the 8 months ended 29 February 2016
(By Nature)

	Note	Budget 2015/2016	Revised Budget YTD	Actual YTD 29/02/2016	YTD Variance	
		\$	\$	\$	\$	%
OPERATING REVENUE						
Rates		82,692,367	81,962,589	82,387,500	424,911	0.5%
Grants and Contributions for Non Capital Purposes		1,508,499	890,940	917,153	26,213	2.9%
Donations and Reimbursements		452,347	437,177	444,081	6,904	1.6%
Fees and Charges		105,979,915	69,996,185	69,980,246	(15,939)	0.0%
Interest and Investment Income		5,157,319	3,160,341	3,094,881	(65,460)	-2.1%
Other Revenue		1,962,676	1,084,607	1,057,069	(27,538)	-2.5%
Total Revenue from Operating Activities		197,753,123	157,531,838	157,880,929	349,091	0.2%
OPERATING EXPENDITURE						
Employee Costs		69,135,566	42,951,150	43,634,050	(682,900)	-1.6%
Materials and Contracts		52,838,709	31,729,431	30,842,576	886,855	2.8%
Utilities		3,069,080	2,057,188	2,055,765	1,423	0.1%
Depreciation and Amortisation		34,211,101	20,218,554	20,338,978	(120,424)	-0.6%
Interest		1,836,750	937,796	974,144	(36,348)	-3.9%
Insurance		1,166,259	770,293	783,434	(13,141)	-1.7%
Expenses Provision		962,345	636,737	638,458	(1,721)	-0.3%
Other Expenses from Ordinary Activities		24,707,761	15,790,818	16,066,137	(275,318)	-1.7%
Total Expenses from Ordinary Activities		187,927,571	115,091,966	115,333,542	(241,576)	-0.2%
Change in Net Assets from Ordinary Activities before Capital Amounts		9,825,552	42,439,872	42,547,387	107,516	0.3%
GRANTS/CONTRIBUTIONS						
Grants and Contributions- Capital		6,842,450	3,449,865	3,447,865	(2,000)	-0.1%
NET OPERATING SURPLUS						
		16,668,002	45,889,737	45,995,252	105,516	0.2%
DISPOSAL/WRITE OFF OF ASSETS	2	(1,558,253)	(1,246,792)	(537,069)	709,723	-56.9%
SIGNIFICANT ITEMS						
Distribution from TPRC		1,833,333	-	-	-	0.0%
(Loss) on Disposal of Investments		-	(3,655)	(3,655)	-	0.0%
<i>Change in net assets resulting from operations after capital amounts and significant items</i>		16,943,082	44,639,290	45,454,528	815,239	1.8%

**CITY OF PERTH
MUNICIPAL**

Statement of Financial Position as at 29 February 2016

	Note	29/02/2016	30/06/2015
CURRENT ASSETS			
		\$	\$
Cash and Cash Equivalents	11	7,282,447	21,164,777
Deposits/Prepayments	4	7,698,245	1,339,244
Investments	3, 11	134,872,183	91,045,389
Trade and Other Receivables	5	13,251,541	8,355,249
Rates Receivable	1	1,307,779	64,096
Inventories		1,111,267	1,394,201
TOTAL CURRENT ASSETS		165,523,462	123,362,956
NON CURRENT ASSETS			
Investments	3	5,370,905	7,110,313
Trade and Other Receivables	5	32,434	39,567
Property, Plant and Equipment	8	652,576,929	659,937,053
Infrastructure	8	474,372,123	480,607,504
Capital Work in Progress	8	89,540,691	69,215,093
TOTAL NON CURRENT ASSETS		1,221,893,082	1,216,909,530
TOTAL ASSETS		1,387,416,544	1,340,272,486
CURRENT LIABILITIES			
Trade and Other Payables	6	25,341,577	19,155,304
Employee Benefits	7	10,955,319	11,405,126
Provisions	7	581,208	703,725
Loan Liability	9	6,653,288	6,441,709
TOTAL CURRENT LIABILITIES		43,531,392	37,705,864
NON CURRENT LIABILITIES			
Employee Benefits	7	1,891,737	1,891,737
Provisions	7	4,129,547	3,869,667
Loan Liability	9	31,931,120	36,327,002
TOTAL NON CURRENT LIABILITIES		37,952,404	42,088,406
TOTAL LIABILITIES		81,483,796	79,794,270
NET ASSETS		<u>\$1,305,932,748</u>	<u>\$1,260,478,216</u>
EQUITY			
Accumulated Surplus		679,173,219	612,108,619
Asset Revaluation Reserve	10	560,567,439	560,795,095
Reserves	10	66,192,090	87,574,502
TOTAL EQUITY		<u>\$1,305,932,748</u>	<u>\$1,260,478,216</u>

**CITY OF PERTH
MUNICIPAL**

Statement of Changes in Equity for the 8 months ended 29 February 2016

	Accumulated Surplus	Asset Revaluation Reserve	Cash Backed Reserves	Total Equity
	\$	\$	\$	\$
Balance at 1 July 2014	587,289,902	372,942,447	85,605,577	1,045,837,926
Change in net assets resulting from operations	214,640,290	-	-	214,640,290
Transfer to Cash Backed Reserves	(25,386,259)	-	25,386,259	-
Transfers to Asset Revaluation Reserve	(189,027,761)	189,027,761	-	-
Transfers from Asset Revaluation Reserve	1,175,113	(1,175,113)	-	-
Transfer from Cash Backed Reserves	23,417,344	-	(23,417,344)	-
Balance at 30 June 2015	<u>\$612,108,629</u>	<u>\$560,795,095</u>	<u>\$87,574,492</u>	<u>\$1,260,478,216</u>
	\$	\$	\$	\$
Balance at 1 July 2015	612,108,629	560,795,095	87,574,492	1,260,478,216
Change in net assets resulting from operations	45,454,528	-	-	45,454,528
Transfer to Cash Backed Reserves	(2,934,939)	-	2,934,939	-
Transfers to Asset Revaluation Reserve	(12,368)	12,368	-	-
Transfers from Asset Revaluation Reserve	240,024	(240,024)	-	-
Transfer from Cash Backed Reserves	24,317,351	-	(24,317,351)	-
Balance at the end of the reporting period	<u>\$679,173,224</u>	<u>\$560,567,439</u>	<u>\$66,192,081</u>	<u>\$1,305,932,744</u>

**CITY OF PERTH
MUNICIPAL**

Statement of Cash Flows for the 8 months ended 29 February 2016

	Note	Budget	YTD Actual	YTD Variation	
		2015/2016	29/02/2016	\$	%
Cash Flows from Operating Activities					
Receipts					
Rates		82,681,333	81,068,429	(1,612,904)	-2.0%
Fees and Charges		104,237,072	65,392,903	(38,844,169)	-37.3%
Interest		5,009,468	2,698,691	(2,310,777)	-46.1%
Other		5,485,536	1,316,461	(4,169,075)	-76.0%
		197,413,411	150,476,484	(46,936,927)	-23.8%
Payments					
Employee Costs		(68,531,216)	(43,844,900)	24,686,316	36.0%
Materials and Contracts		(50,557,095)	(32,656,038)	17,901,057	35.4%
Interest		(1,686,749)	(929,917)	756,832	44.9%
Other		(24,363,418)	(19,086,232)	5,277,186	21.7%
		(145,138,478)	(96,517,087)	48,621,391	33.5%
Net Cash Flows from Operating Activities	12	52,274,932	53,959,397	1,684,465	-3.2%
Cash Flows from Investing Activities					
Receipts					
Distribution from TPRC		1,833,333		(1,833,333)	-100.0%
Proceeds from Disposal of Assets		1,523,000	382,660	(1,140,340)	-74.9%
Proceeds from Disposal of Investments(Non Current)		-	1,735,753	1,735,753	0.0%
Payments					
Purchase Land and Buildings		(13,036,542)	-	13,036,542	-100.0%
Purchase Infrastructure Assets		(37,840,203)	(438,643)	37,401,560	-98.8%
Purchase Plant and Mobile Equipment		(3,347,436)	(1,141,611)	2,205,825	65.9%
Purchase Office Furniture and Equipment		(561,648)	(7,917)	553,731	-98.6%
Work in Progress		-	(24,910,580)	(24,910,580)	0.0%
		(54,785,829)	(26,498,751)	28,287,078	51.6%
Net Cash Flows from Investing Activities		(51,429,496)	(24,380,338)	27,049,158	52.6%
Cash Flows from Financing Activities					
Repayment of Borrowings					
		(6,441,707)	(4,184,303)	2,257,404	35.0%
		(6,441,707)	(4,184,303)	2,257,404	35.0%
Cash Flows from Government and Other Parties					
Receipts from Appropriations/Grants					
Recurrent		1,760,075	1,101,842	(658,233)	-37.4%
Capital		6,842,450	3,447,865	(3,394,585)	-49.6%
		8,602,525	4,549,707	(4,052,818)	-47.1%
Net Increase (Decrease) in Cash Held		3,006,254	29,944,463	26,938,209	896.1%
Cash at 1 July 2015		107,033,620	112,210,166	5,176,546	4.8%
Cash at 29 February 2016	11	110,039,874	142,154,630	32,114,756	29.2%

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Notes to the Balance Sheet for the 8 months ended 29 February 2016

1 Rates Receivable

	Actual YTD 29/02/2016	2014/15 YTD 28/02/2015
	\$	\$
Outstanding Amount at 30 June 2015	64,096	52,088
Rates Levied for the Year	82,433,900	75,904,133
Late Payment Penalties	102,898	77,295
Ex Gratia Rates	17,464	10,283
Rates Administration Fee	285,746	286,336
Rates Instalment Interest	341,842	317,571
Back Rates	(63,863)	(142,029)
Bins Levy	76,591	34,297
	83,258,674	76,539,974
Amount Received during the Period	81,950,895	75,864,094
Outstanding Amount at 29 February 2016	\$1,307,779	\$675,880

2 Gain/(Loss) on Disposal/Write off of Assets

	Annual Budget	Actual YTD 29/02/2016
	\$	\$
Land and Buildings		
Proceeds on Disposal	-	-
Less: Carrying amount of assets sold/written off	-	22,092
(Loss) on Disposal/Write Off	-	(22,092)
Infrastructure		
Proceeds on Disposal	-	-
Less: Carrying amount of assets written off	1,721,201	520,867
(Loss) on Write Off	(1,721,201)	(520,867)
Plant and Mobile Equipment		
Proceeds on Disposal	1,523,000	381,970
Less: Carrying amount of assets sold/written off	1,360,052	366,421
Profit on Disposal/Write Off	162,948	15,549
Furniture and Equipment		
Proceeds on Disposal	-	690
Less: Carrying amount of assets sold /written off	-	10,349
Loss on Disposal/Write Off	-	(9,659)
Gain/(Loss) on Disposal/Write off of Assets	(\$1,558,253)	(\$537,069)

3 Investments

Current	29/02/2016	30/06/2015
Short Term Cash Investments *	\$	\$
Call Funds	5,066,682	23,629
Bank/Term Deposits	126,000,000	83,900,000
Managed Funds	3,805,501	4,118,105
Floating Rate Notes (FRN)	-	3,003,655
Total Current Investments	\$134,872,183	\$91,045,389

* Short Term Cash Investments as stated in Note 11.

Non Current Investments	29/02/2016	30/06/2015
	\$	\$
Mortgage Backed Securities (MBS)	2,674,623	2,766,406
	2,674,623	2,766,406
Equity in Local Government House	10,000	10,000
Equity in Mindarie Regional Council	409,065	398,074
Equity in Tamala Park Regional Council	2,277,217	3,935,833
	\$5,370,905	\$7,110,313

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Notes to the Balance Sheet for the 8 months ended 29 February 2016

4 Deposits/Prepayments

	29/02/2016	30/06/2015
	\$	\$
Prepaid Insurance	795,326	-
Prepaid Parking Bay Licence Fees	5,682,541	91,560
Other	1,220,378	1,247,684
	\$7,698,245	\$1,339,244

5 Trade And Other Receivables

	29/02/2016	30/06/2015
Current	\$	\$
Emergency Services Levy (ESL)	241,235	63,463
Accrued Interest and Investment Income	996,487	600,296
Accrued Income	2,177,468	1,251,900
Modified Penalties/Fines and Costs	7,637,402	7,156,124
Debtors - General		
Australian Taxation Office - GST Refundable Works and Services	-	479,963
Other Debtors	37,623	156,225
	5,385,282	1,701,472
	16,475,497	11,409,443
Less: Provision for Doubtful Debts	(3,223,956)	(3,054,194)
	\$13,251,541	\$8,355,249
Non Current		
Pensioners' Rates Deferred	32,434	39,567
	\$32,434	\$39,567

6 Trade And Other Payables

	29/02/2016	30/06/2015
Current	\$	\$
Trade Creditors	4,064,987	13,260,443
Emergency Services Levy	9,950,616	-
Interest Payable on Loans	285,242	241,015
Accrued Expenses - Operating	5,503,436	2,617,565
Accrued Expenses - Capital	2,048,057	360,328
Advances Received for Recoverable Works	56,959	77,424
Income Received / Raised in Advance	839,658	871,600
Australian Taxation Office - GST Payable	19,906	-
Other Creditors	2,572,716	1,726,929
	\$25,341,577	\$19,155,304

MUNICIPAL

Notes to the Balance Sheet for the 8 months ended 29 February 2016

7 Employee Benefits

	29/02/2016	30/06/2015
Current	\$	\$
Leave Entitlements		
Annual Leave	4,470,231	4,795,260
Self Funded Leave	217,551	270,891
Long Service Leave	6,133,813	6,189,337
Recognition of Employees- Presentations	133,724	149,638
	\$10,955,319	\$11,405,126
Non Current		
Annual Leave	838,090	838,090
Long Service Leave	1,053,647	1,053,647
	\$1,891,737	\$1,891,737

Provisions

	29/02/2016	30/06/2015
Current	\$	\$
Workers Compensation	581,208	703,725
	\$581,208	\$703,725
Non Current		
Provision for Equipment Replacement PCEC	4,129,547	3,869,667
	\$4,129,547	\$3,869,667

8 Property, Plant and Equipment and Work in Progress

	29/02/2016	30/06/2015
	\$	\$
Land and Air Rights - at cost/fair value	380,366,192	380,366,194
Less: Accumulated Depreciation	(2,946,761)	(2,570,139)
	377,419,431	377,796,055
Buildings - at fair value	380,057,248	379,893,679
Less: Accumulated Depreciation	(151,387,570)	(146,015,858)
	228,669,678	233,877,821
Improvements - at fair value	8,010,841	8,010,841
Less: Accumulated Depreciation	(4,749,940)	(4,564,395)
	3,260,901	3,446,446
Infrastructure Assets - at cost/fair value	743,948,028	741,999,706
Less: Accumulated Depreciation	(269,575,905)	(261,392,201)
	474,372,123	480,607,505
Plant and Mobile Equipment - at cost/fair value	46,994,671	45,505,811
Less: Accumulated Depreciation	(27,950,638)	(25,351,476)
	19,044,033	20,154,335
Office Furniture and Equipment - at cost/fair value	37,524,142	36,740,437
Less: Accumulated Depreciation	(14,136,527)	(12,873,309)
	23,387,615	23,867,128
Agricultural - at cost	795,271	795,271
Less: Accumulated Depreciation	-	-
	795,271	795,271
Property, Plant and Equipment	1,126,949,052	1,140,544,561
Work in Progress - at cost	89,540,691	69,215,093
	89,540,691	69,215,093
Total Property, Plant and Equipment and Work in Progress	\$1,216,489,743	\$1,209,759,650

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Notes to the Balance Sheet for the 8 months ended 29 February 2016

8 Property, Plant and Equipment and Work in Progress - Movement at Cost

	Balance 30/06/2015	Acquisitions Actual YTD 29/02/2016	Transfers Actual YTD 29/02/2016	Disposals/ Write off/ Actual YTD 29/02/2016	Revaluation Actual YTD 29/02/2016	Balance 29/02/2016
	\$	\$	\$	\$		\$
Land and Air Rights	380,366,194	(1)	-	-	-	380,366,193
Buildings	379,893,679	-	245,870	(82,300)	-	380,057,249
Improvements	8,010,841	1	-	-	-	8,010,842
Infrastructure Assets	741,999,706	438,643	3,587,691	(2,078,011)	-	743,948,029
Plant and Mobile Equipment	45,505,811	1,141,611	1,194,284	(847,035)	-	46,994,671
Office Furniture and Equipment	36,740,437	7,917	1,047,186	(271,398)	-	37,524,142
Agricultural	795,271	-	-	-	-	795,271
Work in Progress	69,215,093	26,598,309	(6,272,711)	-	-	89,540,691
	\$1,662,527,032	\$28,186,480	(197,680)	(\$3,278,744)	-	\$1,687,237,088

9 Loan Liability

	29/02/2016	30/06/2015
Current	\$	\$
Loans - Western Australian Treasury Corporation	6,653,288	6,441,709
Non Current		
Loans - Western Australian Treasury Corporation	31,931,120	36,327,002

10 Reserve Funds

Purpose of Reserve Fund	Balance 30/06/2015	Transfer from Accumulated Surplus	Transfer to Accumulated Surplus	Balance 29/02/2016
	\$	\$	\$	\$
Refuse Disposal and Treatment	2,843,524	49,104	-	2,892,628
Concert Hall - Refurbishment and Maint.	4,826,518	74,447	(106,191)	4,794,774
Asset Enhancement	29,008,935	398,859	(6,615,122)	22,792,672
Street Furniture Replacement	540,334	8,375	-	548,709
Parking Levy	17,132,501	1,859	(17,012,592)	121,768
Art Acquisition	315,397	4,562	(5,900)	314,059
Heritage Incentive	587,371	12,306	-	599,677
Parking Facilities Development	23,952,738	368,659	(577,546)	23,743,851
Employee Entitlements	1,053,647	863,989	-	1,917,636
David Jones Bridge	277,223	4,303	-	281,526
Bonus Plot Ratio	595,996	9,239	-	605,235
PCEC Fixed Plant Replacement	3,869,667	259,880	-	4,129,547
Enterprise and Initiative	2,570,651	879,357	-	3,450,008
	87,574,502	2,934,939	(24,317,351)	66,192,090
* Asset Revaluation	560,795,095	12,368	(240,024)	560,567,439
	\$648,369,597	\$2,947,307	(\$24,557,375)	\$626,759,529

* The Asset Revaluation Reserve is a non cash backed reserve and cannot be used ,except for adjustments to fixed assets on their revaluation, disposal or write off

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Notes to the Balance Sheet for the 8 months ended 29 February 2016

11 Cash Reconciliation

	29/02/2016	30/06/2015
Cash and Cash Equivalents	\$ 7,282,447	\$ 21,164,777
Short Term Cash Investments	134,872,183	91,045,389
	\$142,154,630	\$112,210,166

12 Reconciliation of Net Cash Provided By Operating Activities to Operating Surplus

	29/02/2016	30/06/2015
Change in Net Assets Resulting from Operations	\$ 45,458,183	\$ 18,136,854
Adjustment for items not involving the movement of Funds:		
Depreciation	20,338,978	29,115,795
Doubtful Debts	169,762	267,593
(Gain)/Loss on Disposal/Write off/Contribution of Assets	537,069	2,584,345
	66,701,672	50,104,587
Revenues Provided By :		
Government Grants	(4,499,817)	(4,039,166)
Contribution from Other Parties	(49,890)	(15,000)
	(4,549,707)	(4,054,166)
Change in Operating Assets and Liabilities		
Add Back		
Decrease in Inventories	282,934	713,171
Decrease in Deposits and Prepayments	-	81,566
Decrease in Accrued Interest and Dividend Income	-	749,725
Decrease in Debtors	-	1,650,216
Decrease in Deferred Debtors	7,133	4,638
Increase in Income Received /Raised in Advance	-	21,429
Increase in Accrued Interest Payable	44,227	-
Increase in Accrued Expenses	2,885,871	-
Increase in Provisions	-	1,084,280
Increase in Trade and Other Payables	1,620,853	-
Deduct		
Decrease in Trade and Other Payables	-	(836,489)
Decrease in Income Received /Raised in Advance	(52,407)	-
Decrease in Accrued Interest Payable	-	(43,792)
Decrease in Provisions	(312,444)	-
Decrease in Accrued Expenses	-	(201,269)
Increase in Trade and Other Receivables	(4,987,979)	-
Increase in Prepayments	(6,359,001)	-
Increase in Accrued Income	(925,568)	(420,854)
Increase in Accrued Interest and Investment Income	(396,190)	-
	(8,192,571)	2,802,621
Net Cash Provided by Operating Activities	\$53,959,397	\$48,853,042

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Notes to the Balance Sheet for the 8 months ended 29 February 2016

13 Ratios

	29/02/2016	30/06/2015
1 Current Ratio		
<u>Current Assets minus Restricted Assets</u>		
<u>Current Liabilities minus Liabilities associated with Restricted Assets</u>	2.34	1.02
2 Debt Ratio		
<u>Total Liabilities</u>		
<u>Total Assets</u>	5.87%	5.95%
3 Debt Service Ratio		
<u>Debt Service Cost</u>		
<u>Available Operating Revenue</u>	3.57%	4.48%
4 Rate Coverage Ratio		
<u>Net Rate Revenue</u>		
<u>Operating Revenue</u>	52.74%	40.92%
5 Outstanding Rates Ratio		
<u>Rates Outstanding</u>		
<u>Rates Collectable</u>	1.57%	0.08%
6 Untied Cash to Unpaid Creditors Ratio		
<u>Untied Cash</u>		
<u>Unpaid Trade Creditors</u>	19.34	2.07
7 Gross Debt to Revenue Ratio		
<u>Gross Debt</u>		
<u>Total Revenue</u>	24.44%	22.93%
8 Gross Debt to Economically Realisable Assets Ratio		
<u>Gross Debt</u>		
<u>Economically Realisable Assets</u>	4.23%	4.98%

Restricted Assets includes reserve funds and tied contributions not utilised at 29.02.2016

CITY OF PERTH

FAS GRAPHS

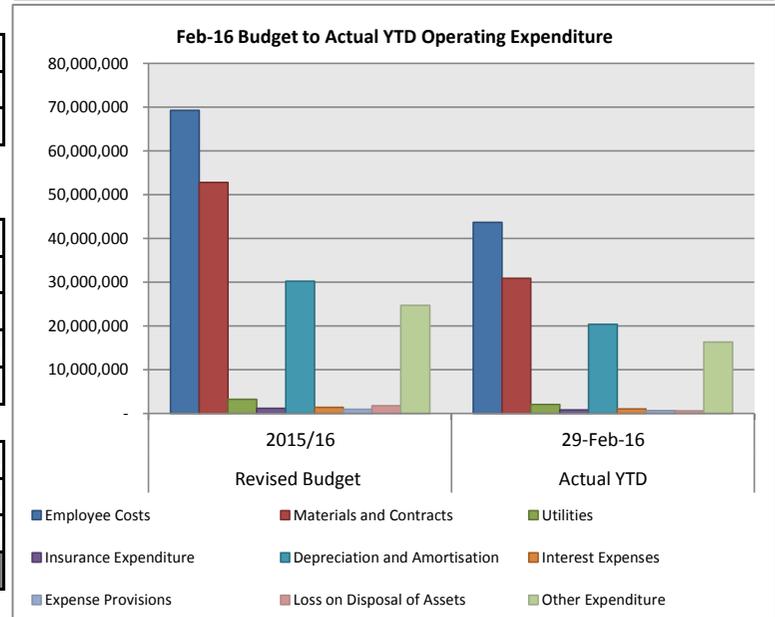
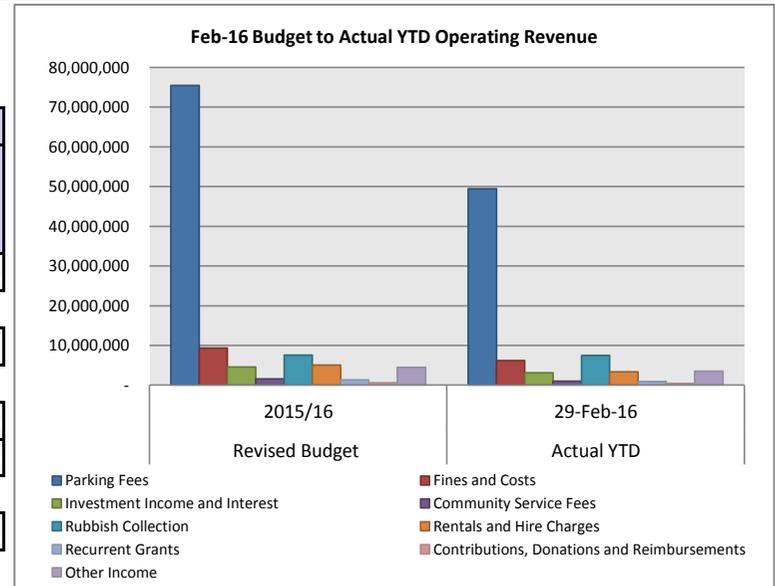
Feb-16

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Financial Activity Statement

	Annual	Year To Date Feb-16		
	Revised Budget 2015/16 \$000s	Budget YTD \$000s	Actual \$000s	Variance \$000s
Proceeds from Operating Activities				
Operating Revenue	110,054	75,569	75,493	-76
Less: Operating Expenditure				
Less: Operating Expenditure	185,312	116,483	116,079	404
Add back Depreciation				
Add back Depreciation	-30,187	-20,219	-20,339	120
(Loss)/Profit on Disposals				
(Loss)/Profit on Disposals	-1,766	-1,247	-537	-710
Net Surplus/(Deficit) from Operations	-43,305	-19,448	-19,709	-261
Investing Activities				
Capital Expenditure	-68,553	-36,940	-27,571	9,369
Repayment of Borrowings	-6,442	-4,184	-4,184	0
Transfers to Reserves	-28,252	-2,833	-2,935	-102
Financing Activities				
Transfers from Reserves	30,576	26,316	23,115	-3,201
Carry Forwards	21,681	12,683	7,620	-5,063
Proceeds from Disposal of Assets	1,729	1,523	2,118	595
Distribution from TPRC	1,833	0	0	0
Capital Grants	6,490	3,450	3,448	-2
Net Surplus/(Deficit) before Rates	-83,605	-18,797	-17,462	1,335
Add: Opening Funds	636	636	636	0
Less: Closing Funds	-652	63,166	64,926	1,760
Amount Sourced from Rates	82,953	81,963	82,388	425

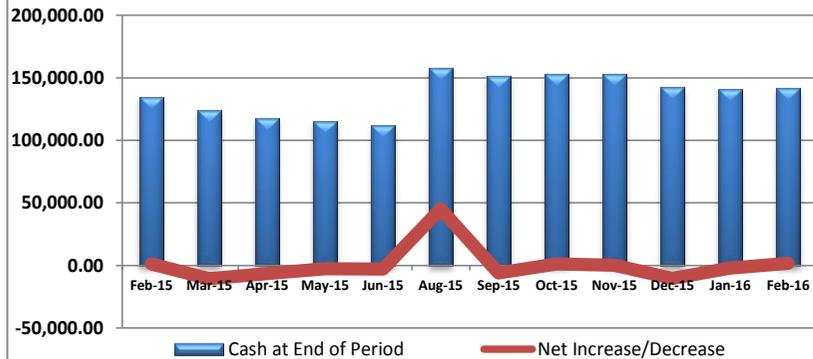


Cash

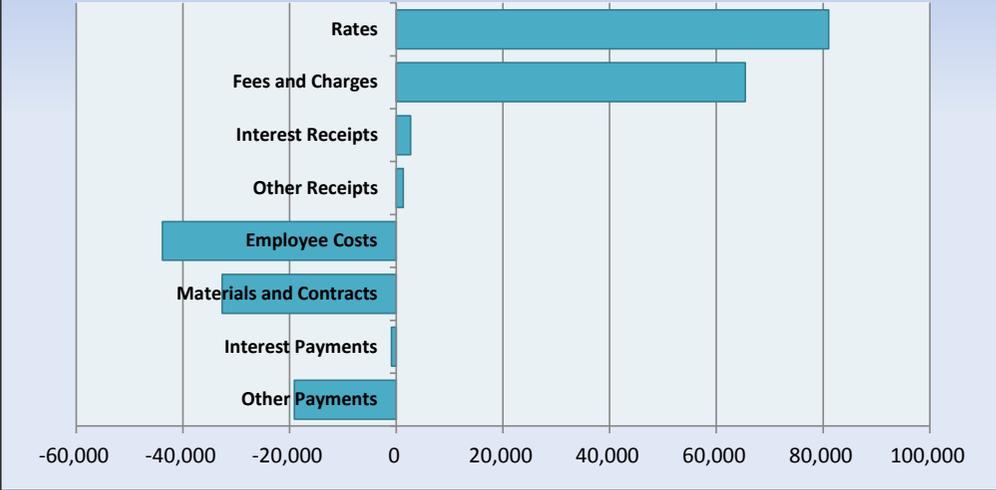
SUMMARY CASH FLOW STATEMENT

	Budget \$'000s 2015/2016	YTD Actual \$'000s Feb-16
Receipts from Customers	197,413	150,476
Payments to Suppliers and Creditors	-145,138	-96,517
Net Cash Inflow/Outflow from Operating Activities	52,275	53,959
Net Cash Inflow/Outflow from Investing Activities	-51,429	-24,380
Net Cash Inflow/Outflow from Financing Activities	-6,442	-4,184
Cash Flows from Government and Other Parties	8,603	4,550
Cash at 1 July 2015	107,034	112,210
Net Increase (Decrease) in Cash Held	3,006	29,944
Cash at 29 February 2016	110,040	142,154

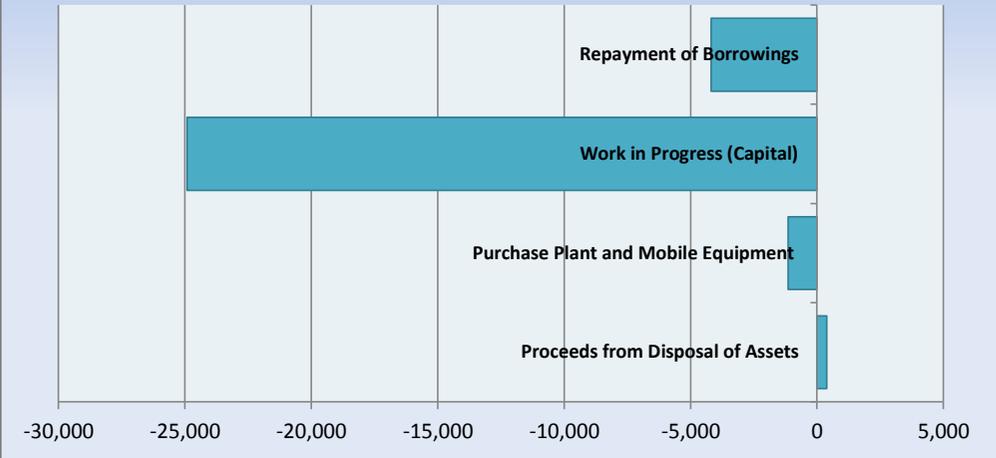
Monthly Cash Movements to Feb-16 \$'000s



Cash Flows from Operating Activities \$'000s

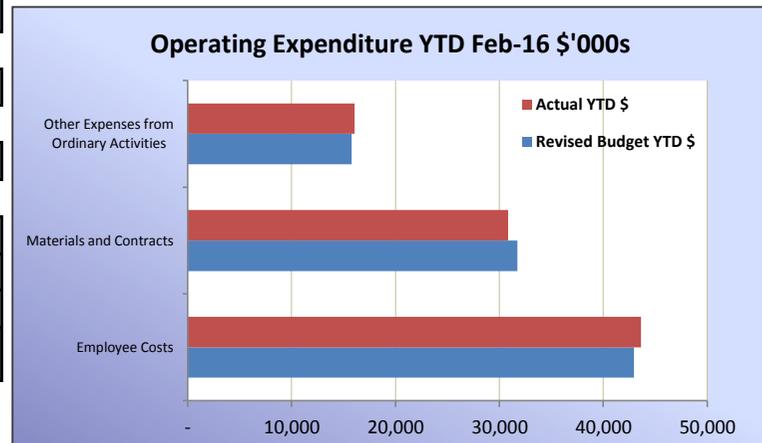
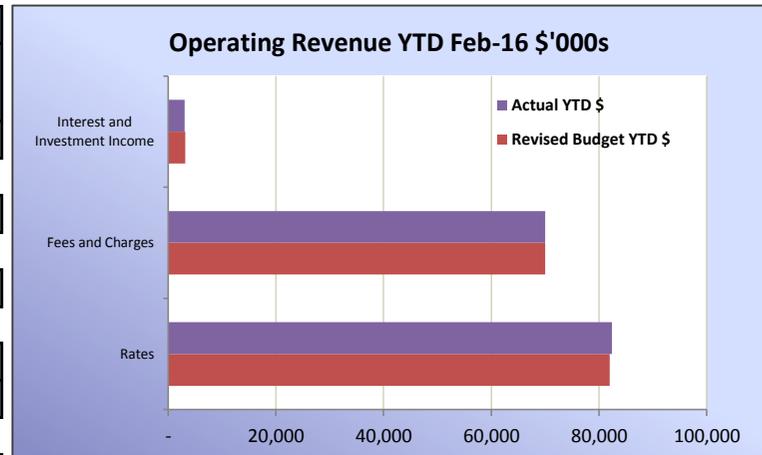


Cash Flows from Investing Activities \$'000s



Summary Operating Statement

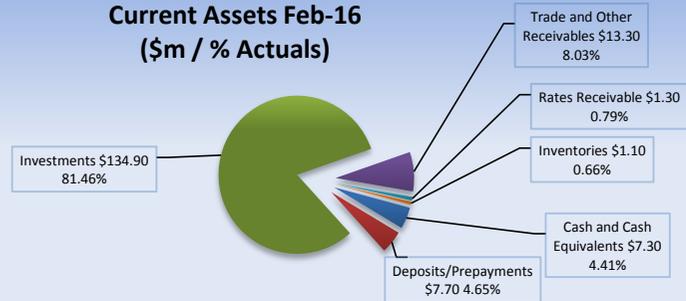
	2015/2016	Year To Date		
	Original Budget \$000	Revised Budget \$000s	Actual \$000s	Variance \$000s
Operating Revenue	197,753	157,532	157,881	349
less Operating Expenses	-151,880	-93,935	-94,020	-85
Earnings before Interest and Depreciation (EBID)	45,873	63,597	63,861	264
less Interest Expense	-1,837	-938	-974	-36
less Depreciation	-34,211	-20,219	-20,339	-120
Operating Surplus/(Deficit)	9,825	42,440	42,548	108
Grants and Contributions- Capital	6,842	3,450	3,448	-2
NET OPERATING SURPLUS	16,667	45,890	45,996	106
DISPOSAL/WRITE OFF OF ASSETS	-1,558	-1,247	-537	710
Distribution from TPRC	1,833	0	0	0
(Loss) on Disposal of Investments	0	-4	-4	0
Change in net assets resulting from operations after capital amounts and significant items	16,943	44,639	45,455	816



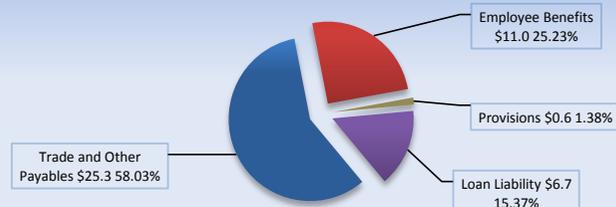
Summary Statement of Financial Position

	29-Feb-16	30-Jun-15
	Actual \$000s	Actual \$000s
Total Current Assets	165,523	123,363
Total Non Current Assets	1,221,893	1,216,910
TOTAL ASSETS	1,387,416	1,340,273
Total Current Liabilities	43,531	37,706
Total Non Current Liabilities	37,952	42,088
TOTAL LIABILITIES	81,483	79,794
NET ASSETS	1,305,933	1,260,478
COMMUNITY EQUITY		
Accumulated Surplus	679,173	612,109
Asset Revaluation Reserve	560,567	560,795
Reserves (Cash Backed)	66,192	87,575
TOTAL EQUITY	1,305,933	1,260,478

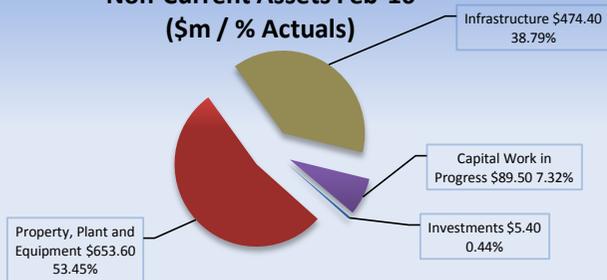
Current Assets Feb-16
(\$m / % Actuals)



Current Liabilities Feb-16
(\$m / % Actuals)



Non-Current Assets Feb-16
(\$m / % Actuals)

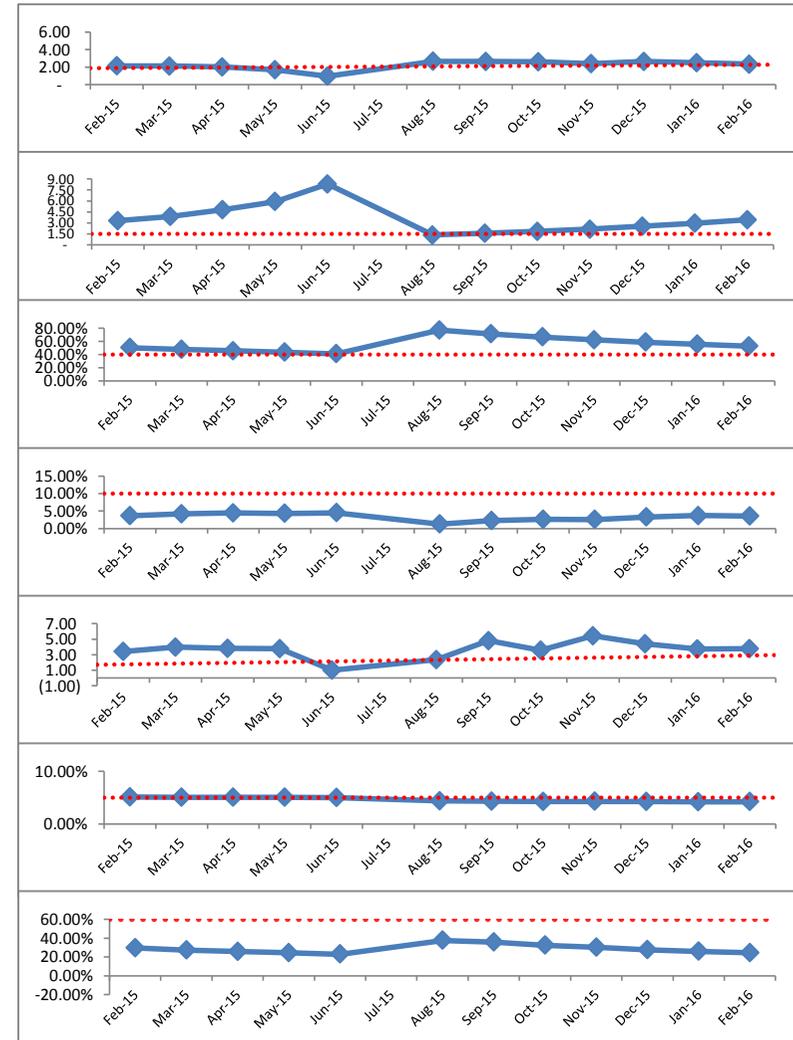


Non-Current Liabilities Feb-16
(\$m / % Actuals)



Ratio Analysis

	Feb-16
Current Ratio (Current Assets minus Restricted Assets/Current Liabilities minus Liabilities associated with Restricted Assets)	2.34
Ability to generate working capital to meet our commitments	
Target is greater than 2.00	
Operating Surplus Ratio (Revenue YTD/Operating Surplus YTD)	3.43
Ability to fund capital and exceptional expenditure	
Target is greater than 1.5	
Rate Coverage Ratio (Net Rate Revenue/Operating Revenue)	52.74%
Ability to reduce rates to ratepayers	
Target is less than 40.00% - The percentage will diminish as the bulk of the rates are raised in July	
Debt Service Ratio (Interest and principal repayments/Available Operating Revenue)	3.57%
Ability to service loans including principal and interest	
Target is less than 10.0%	
Cash Capacity in Months (Cash < 90 days invest / (Cash Operating Costs divided by 8 months)	3.77
Ability to manage cashflow	
Target is greater than 2.0 months	
Gross Debt to Economically Realisable Assets Ratio (Gross Debt / Economically Realisable Assets)	4.23%
Ability to retire debt from readily realisable assets	
Target is greater than 5.0%	
Gross Debt to Revenue Ratio (Gross Debt / Total Revenue)	24.44%
Ability to service debt out of total revenue	
Target is less than 60.0%	



SCHEDULE 2

INVESTMENT REPORT

	Market Value	Market Value	Cost & Impairment	% of	Interest Earned	Weighted Average Monthly	Interest Earned
29-Feb-16	31-Jan-16	29-Feb-16	29-Feb-16	Class	Feb	Rate	YTD
Municipal							
Short term Direct Investments							
Call	\$13,793,458	\$11,988,436	\$11,988,436	7.9%	\$26,279	2.62%	\$274,028
Term Deposits	\$63,500,000	\$68,500,000	\$68,500,000	45.2%	\$158,966	2.97%	\$1,225,308
Short	\$77,293,458	\$80,488,436	\$80,488,436		\$185,245	2.92%	\$1,499,336
Total Municipal - Cash Back Securities	\$77,293,458	\$80,488,436	\$80,488,436		\$185,245	2.92%	\$1,499,336
Total Municipal Investments	\$77,293,458	\$80,488,436	\$80,488,436		\$185,245	2.92%	\$1,499,336
Reserves							
Short term Direct Investments							
Call	\$2,641,238	\$2,387,082	\$2,387,082	1.6%	\$4,730	2.50%	\$72,354
Term Deposits	\$58,000,000	\$57,500,000	\$57,500,000	37.9%	\$135,039	2.98%	\$1,209,035
Total	\$60,641,238	\$59,887,082	\$59,887,082		\$139,769	2.96%	\$1,281,389
Floating Rate Notes/ CLNs							
WPAC- Sub Debt -FRN	\$0	\$0	\$0	0.0%	\$0	0.00%	\$1,985
Total	\$0	\$0	\$0		\$0	0.00%	\$1,985
Medium term Direct Investments							
Barclays - Emerald -MBS	2,457,117	2,442,770	\$2,674,623	1.8%	\$10,991	3.15%	\$89,740
Total	\$2,457,117	\$2,442,770	\$2,674,623		\$10,991	3.15%	\$89,740
Total Reserve - Cash Back Securities	\$63,098,355	\$62,329,852	\$62,561,705		\$150,759	2.98%	\$1,373,114
Balanced Funds							
Colonial Share Index	\$3,873,548	\$3,805,501	\$3,805,501	100%	-\$68,137	-19.77%	-\$313,360
Total	\$3,873,548	\$3,805,501	\$3,805,501		-\$68,137	-19.77%	-\$313,360
Total Reserve Investments	\$66,971,902	\$66,135,353	\$66,367,206		\$82,623	-19.77%	\$1,059,754
Trust							
Short term Direct Investments							
Call	\$3,410,570	\$2,733,254	\$2,733,254	1.8%	\$5,356	2.50%	\$39,311
Term Deposits	\$4,814,505	\$5,814,505	\$5,814,505	3.8%	\$13,594	2.99%	\$99,052
Total	\$8,225,076	\$8,547,759	\$8,547,759		\$18,950	2.85%	\$138,363
Total Trust - Cash Back Securities	\$8,225,076	\$8,547,759	\$8,547,759		\$18,950	2.85%	\$138,363
Total Investments-Cash Back Securities	\$148,616,889	\$151,366,047	\$151,597,900		\$354,955	2.94%	\$3,010,813
Grand Total Investments	\$152,490,436	\$155,171,548	\$155,403,401		\$286,818	2.50%	\$2,697,453

INVESTMENT RATES:

CASH RATE

2.00%

BENCHMARK

2.41%

AVERAGE excl.Trust

2.47%

CITY OF PERTH - SHORT TERM INVESTMENTS (Excluding Call) AS AT 29 FEBRUARY 2016

FUND	INSTITUTION	TYPE	AMOUNT	RATE	LODGED	MATURITY	Total Investment Days	TOTAL INTEREST individual outstanding investment	
MUNICIPAL	ANZ	Short Term Direct Investments TERM DEPOSITS	\$ 5,000,000.00	3.05%	4/02/2016	31/05/2016	117	\$ 48,883.56	
MUNICIPAL	BANKWEST	Short Term Direct Investments TERM DEPOSITS	\$ 5,000,000.00	2.85%	14/09/2015	18/03/2016	186	\$ 72,616.44	
MUNICIPAL	BANKWEST	Short Term Direct Investments TERM DEPOSITS	\$ 3,000,000.00	3.00%	26/11/2015	31/03/2016	126	\$ 31,068.49	
MUNICIPAL	BANKWEST	Short Term Direct Investments TERM DEPOSITS	\$ 5,000,000.00	3.00%	25/01/2016	26/05/2016	122	\$ 50,136.99	
MUNICIPAL	BQLD	Short Term Direct Investments TERM DEPOSITS	\$ 3,500,000.00	2.90%	20/08/2015	17/03/2016	210	\$ 58,397.26	
MUNICIPAL	BQLD	Short Term Direct Investments TERM DEPOSITS	\$ 5,000,000.00	2.95%	20/10/2015	29/04/2016	192	\$ 77,589.04	
MUNICIPAL	BQLD	Short Term Direct Investments TERM DEPOSITS	\$ 8,000,000.00	2.90%	29/10/2015	6/05/2016	190	\$ 120,767.12	
MUNICIPAL	BQLD	Short Term Direct Investments TERM DEPOSITS	\$ 5,000,000.00	3.00%	11/02/2016	9/06/2016	119	\$ 48,904.11	
MUNICIPAL	BQLD	Short Term Direct Investments TERM DEPOSITS	\$ 5,000,000.00	3.00%	18/02/2016	16/06/2016	119	\$ 48,904.11	
MUNICIPAL	BQLD	Short Term Direct Investments TERM DEPOSITS	\$ 5,000,000.00	3.00%	29/02/2016	23/06/2016	115	\$ 47,260.27	
MUNICIPAL	BQLD	Short Term Direct Investments TERM DEPOSITS	\$ 5,000,000.00	3.05%	28/01/2016	30/06/2016	154	\$ 64,342.47	
MUNICIPAL	NAB	Short Term Direct Investments TERM DEPOSITS	\$ 5,000,000.00	3.05%	31/12/2015	14/04/2016	105	\$ 43,869.86	
MUNICIPAL	NAB	Short Term Direct Investments TERM DEPOSITS	\$ 4,000,000.00	3.00%	11/02/2016	19/05/2016	98	\$ 32,219.18	
MUNICIPAL	NAB	Short Term Direct Investments TERM DEPOSITS	\$ 5,000,000.00	3.08%	7/01/2016	30/06/2016	175	\$ 73,835.62	
			\$ 68,500,000.00						
RESERVES	AMP	Short Term Direct Investments TERM DEPOSITS	\$ 5,000,000.00	3.10%	8/07/2015	11/07/2016	369	\$ 156,698.63	
RESERVES	BQLD	Short Term Direct Investments TERM DEPOSITS	\$ 3,000,000.00	2.95%	5/11/2015	5/05/2016	182	\$ 44,128.77	
RESERVES	BQLD	Short Term Direct Investments TERM DEPOSITS	\$ 5,000,000.00	3.00%	19/11/2015	19/05/2016	182	\$ 74,794.52	
RESERVES	NAB	Short Term Direct Investments TERM DEPOSITS	\$ 7,000,000.00	2.85%	31/08/2015	31/03/2016	213	\$ 116,420.55	
RESERVES	NAB	Short Term Direct Investments TERM DEPOSITS	\$ 2,500,000.00	3.00%	11/02/2016	26/05/2016	105	\$ 21,575.34	
RESERVES	NAB	Short Term Direct Investments TERM DEPOSITS	\$ 1,000,000.00	3.08%	14/01/2016	16/06/2016	154	\$ 12,995.07	
RESERVES	NAB	Short Term Direct Investments TERM DEPOSITS	\$ 2,000,000.00	3.03%	21/01/2016	23/06/2016	154	\$ 25,568.22	
RESERVES	NAB	Short Term Direct Investments TERM DEPOSITS	\$ 2,500,000.00	3.04%	29/01/2016	30/06/2016	153	\$ 31,857.53	
RESERVES	NAB	Short Term Direct Investments TERM DEPOSITS	\$ 4,000,000.00	3.10%	7/01/2016	7/07/2016	182	\$ 61,830.14	
RESERVES	SUNCORP	Short Term Direct Investments TERM DEPOSITS	\$ 2,000,000.00	3.00%	10/12/2015	9/03/2016	90	\$ 14,794.52	
RESERVES	SUNCORP	Short Term Direct Investments TERM DEPOSITS	\$ 3,500,000.00	2.91%	10/09/2015	10/03/2016	182	\$ 50,785.48	
RESERVES	SUNCORP	Short Term Direct Investments TERM DEPOSITS	\$ 7,000,000.00	2.95%	30/09/2015	31/03/2016	183	\$ 103,532.88	
RESERVES	SUNCORP	Short Term Direct Investments TERM DEPOSITS	\$ 6,000,000.00	2.85%	30/10/2015	29/04/2016	182	\$ 85,265.75	
RESERVES	SUNCORP	Short Term Direct Investments TERM DEPOSITS	\$ 7,000,000.00	3.05%	3/12/2015	2/06/2016	182	\$ 106,457.53	
			\$ 57,500,000.00						
ROD EVANS	BWEST	Short Term Direct Investments TERM DEPOSITS	\$ 310,711.88	2.85%	18/12/2015	19/05/2016	153	\$ 3,711.94	
TRUST	BANKWEST	Short Term Direct Investments TERM DEPOSITS	\$ 2,000,000.00	3.00%	26/11/2015	21/04/2016	147	\$ 24,164.38	
TRUST	NAB	Short Term Direct Investments TERM DEPOSITS	\$ 1,750,000.00	3.00%	24/09/2015	24/03/2016	182	\$ 26,178.08	
TRUST	NAB	Short Term Direct Investments TERM DEPOSITS	\$ 1,000,000.00	3.00%	3/02/2016	19/05/2016	106	\$ 8,712.33	
TRUST	NAB	Short Term Direct Investments TERM DEPOSITS	\$ 753,793.30	3.08%	7/01/2016	9/06/2016	154	\$ 9,795.60	
			\$ 5,814,505.18						
TOTAL investments			\$ 131,814,505.18						\$ 1,798,061.79

29-Feb-16**INSTITUTION AND CREDIT RATING**

INSTITUTION	AMOUNT	PERCENTAGE	CREDIT RATING	MAX AMOUNT
ANZ	17,042,089.26	11%	A1+	OK
AMP	10,066,682.48	6%	A1	OK
ING	-	0%	A2	OK
BOQLD	44,500,000.00	29%	A2	OK
BANKWEST	15,000,000.00	10%	A1+	OK
BARCLAYS	2,674,623.40	2%	NR	OK
C B A	-	0%	A1+	OK
BENDIGO	-	0%	A2	OK
MACQUARIE	0.00	0%	A1	OK
MEQUITY	0.00	0%	A2	OK
NAB	36,814,505.18	24%	A1+	OK
ST GEORGE	-	0%	A1+	OK
SUNCORP METWAY	25,500,000.00	16%	A1	OK
WESTPAC	-	0%	A1+	OK
COLONIAL	3,805,500.91	2%	NR	OK
TOTAL	155,403,401.23	100%		

GLOBAL CREDIT EXPOSURE

INSTITUTION	AMOUNT	PERCENTAGE	MAX ALLOWED
A1+, A1, AA	104,423,276.92	67%	100%
A2	44,500,000.00	29%	60%
A3 and Unrated	6,480,124.31	4%	10%
TOTAL	155,403,401.23	100%	

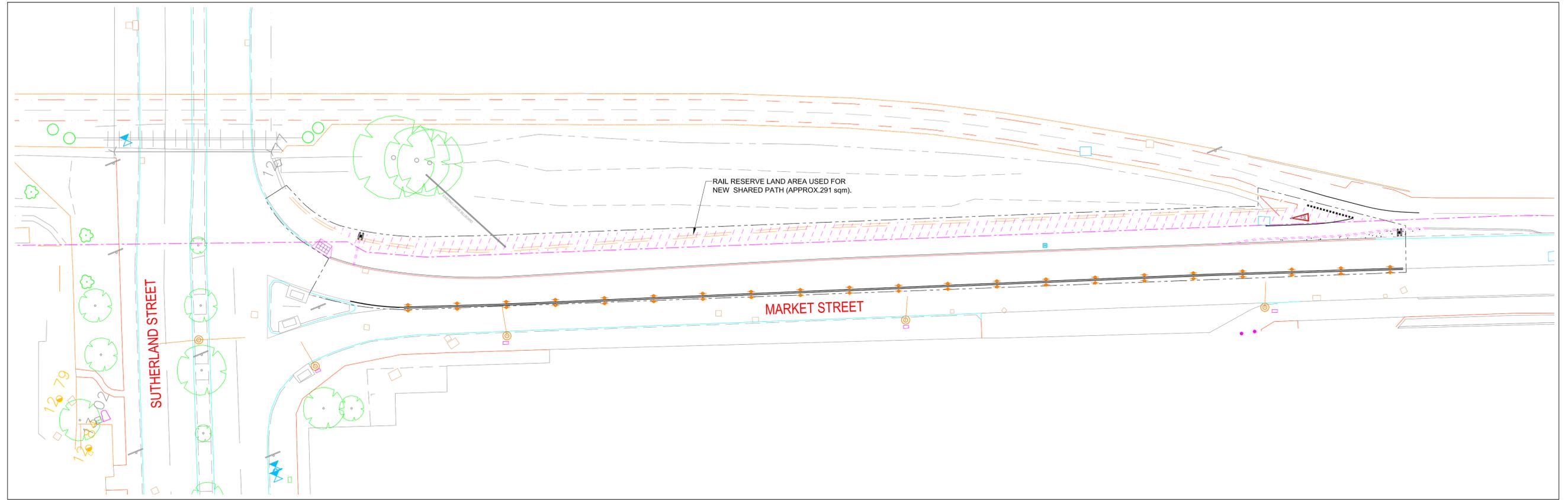
A1+	45%	INDIVIDUAL ADI EXPOSURE ALLOWED
A1	45%	
A2	40%	
A3	10%	
AAA	45%	
AA	45%	
Unrated	10%	

SCHEDULE 3

**Proposed Licence Terms and Conditions
Shared Pathway Roe Street and Railway Street**

Licensor	Public Transport Authority of WA
Licensee	City of Perth
Premises	As delineated on attached plan
Permitted Use	Shared pathway
Commencement	1 May 2016
Term	10 Years
Option	Nil
Rent	\$1.00 per annum
Percentage Rent	N/A
Outgoings	Nil
Payment Date	As demanded
Reviews	N/A
Insurance	Public Liability not less than \$20,000,000
Costs	Estimated at \$350 for PTA Lease Surrender and Licence Preparation
Special Conditions	<ul style="list-style-type: none"> • 6 month break clause • City to make good at licence expiry if new licence not agreed

SCHEDULE 4

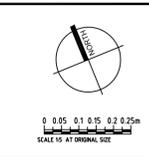
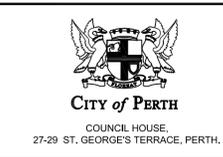


LEGEND

- EXTENT OF WORKS
- PROPERTY BOUNDARY
- EXISTING CONCRETE KERB TO REMAIN
- PROPOSED CONCRETE KERB
- PROPOSED CONCRETE FLUSH KERB
- PROPOSED LIMESTONE RETAINING WALL
- EXISTING FENCE
- NEW STANDARD PEDESTRIAN RAMP WITH TACTILE PAVING
- EXISTING TREE
- EXISTING STREET LIGHTS
- RAIL RESERVE LAND AREA USED FOR NEW SHARED PATH

REV	DATE	REVISION DETAILS	DWN	APP
01	15/03/2016	ISSUED FOR INFORMATION	RI	-
02	09/12/2015	ISSUED FOR INFORMATION	RI	-

THIS DWG & DESIGN IS SUBJECT TO COPYRIGHT AND MAY NOT BE REPRODUCED WITHOUT PRIOR WRITTEN CONSENT. CONTRACTORS TO VERIFY ALL DIMENSIONS ON SITE BEFORE COMMENCING WORK. REPORT ALL DISCREPANCIES TO PROJECT MANAGER PRIOR TO CONSTRUCTION. FIGURED DIMENSIONS TO BE TAKEN IN PREFERENCE TO SCALED DRAWINGS.



DESIGNED	DRWNR
TRAFFIC ENG.	RI
PROJECT ENG.	DATE 24/07/2015
SENIOR ENG.	SCALE 1:250
	COORD SYS. MGA 50 / AHD

RAILWAY ST/ MARKET ST HARED PATH			
MARKET ST			
CURRENT PROPERTY BOUNDARY LOCATION			
DRAWING STATUS	PROJECT No.	DISPLN	DWG TYPE
ISSUED FOR INFORMATION	15031	C	SP - 02
RKS FILE No. #####	CAD REF: 15031-RAILWAY_MARKET-PSP-CT.dwg	FOLDER: H:\CAD\1_DR\1_PUB\ROE\150	SHEET No. 01
			REV. A1

Finance and Administration Committee
Confidential Schedule 5
(Minute FA73/16 refers)

Distributed to Elected Members under separate cover

Bound in Consolidated Committee
Confidential Minute Book
Volume 1 2016

SCHEDULE 6

TENDER 051-15/16
SUPPLY OF BLACK GRANITE KERBS

COMPARITIVE SCHEDULE OF RATES – DRAWING 15049 G-DT-01-00

Description	Joystone <i>'Bridgetown Black'</i>			Urbanstone <i>'Austral Black'</i>			Absolute Stone <i>'Fraser Range Black'</i>			Absolute Stone <i>'Austral Black'</i>		
	Price Each \$ 1-10	Price Each \$ 11-25	Price Each \$ 26+	Price Each \$ 1-10	Price Each \$ 11-25	Price Each \$ 26+	Price Each \$ 1-10	Price Each \$ 11-25	Price Each \$ 26+	Price Each \$ 1-10	Price Each \$ 11-25	Price Each \$ 26+
300mm Barrier Kerb	440	430	414	392	382	372	389	389	389	362	356	350
Flush Kerb	330	310	292	285	275	265	238	238	238	228	222	216
Mountable Kerb	650	630	615	820	820	820	749	749	749	692	686	680
Flush Transition Kerb Type 'A'	650	630	615	680	680	680	608	608	608	562	558	552
Flush Transition Kerb Type 'B'	650	630	615	680	680	680	608	608	608	652	558	552
Lintel Kerb	980	955	935	855	855	855	770	770	770	714	708	702
Gutter	250	240	225	260	260	260	202	202	202	196	190	184
Mountable Transition Kerb Type 'A'	705	692	665	780	780	780	669	669	669	620	614	608
Mountable Transition Kerb Type 'B'	705	692	665	780	780	780	669	669	669	620	614	608

TENDER 051-15/16
SUPPLY OF BLACK GRANITE KERBS

COMPARITIVE SCHEDULE OF RATES – DRAWING 15049 G-DT-01-00 (Continued)

Description	Joystone <i>'Bridgetown Black'</i>			Urbanstone <i>'Austral Black'</i>			Absolute Stone <i>'Fraser Range Black'</i>			Absolute Stone <i>'Austral Black'</i>		
	Price Each \$ 1-10	Price Each \$ 11-25	Price Each \$ 26+	Price Each \$ 1-10	Price Each \$ 11-25	Price Each \$ 26+	Price Each \$ 1-10	Price Each \$ 11-25	Price Each \$ 26+	Price Each \$ 1-10	Price Each \$ 11-25	Price Each \$ 26+
Radius Kerb R550mm	755	722	705	690	690	690	630	630	630	584	578	572
Embayment Kerb Convex R1.3m	675	618	598	795	795	795	742	742	742	686	680	674
Embayment Kerb Concave R1.3m	675	618	598	950	950	950	923	923	923	850	844	838
Embayment Kerb Convex R3.0m	623	596	573	1180	1180	1180	1156	1156	1156	1063	1057	1051
Embayment Kerb Concave R3.0m	623	596	573	1280	1280	1280	1266	1266	1266	1165	1159	1153

SCHEDULE 7

TENDER 051-15/16
SUPPLY OF BLACK GRANITE KERBS

COMPARITIVE SCHEDULE OF RATES - DRAWING 10549 G-DT-02-00

Description	Radius (m)	Joystone 'Bridgetown Black'	Urbanstone 'Austral Black'	Absolute Stone 'Fraser Range Black'	Absolute Stone 'Austral Black'
		Price per 0.2m \$	Price per 0.2m \$	Price per 0.2m \$	Price per 0.2m \$
Convex Radius Barrier Kerbs	2.0	212.00	175.00	153.00	139.50
	3.0	209.00	175.00	153.00	139.50
	5.0	206.00	175.00	153.00	139.50
	6.0	204.00	175.00	153.00	139.50
	7.0	201.00	175.00	153.00	139.50
	9.0	199.00	175.00	153.00	139.50
	10.0	197.00	175.00	153.00	139.50
	20.0	175.00	175.00	153.00	139.50
Concave Radius Barrier Kerbs	2.0	212.00	175.00	153.00	139.50
	3.0	209.00	175.00	153.00	139.50
	5.0	206.00	175.00	153.00	139.50
	6.0	204.00	175.00	153.00	139.50
	7.0	201.00	175.00	153.00	139.50
	9.0	199.00	175.00	153.00	139.50
	10.0	197.00	175.00	153.00	139.50
	20.0	175.00	175.00	153.00	139.50

Finance and Administration Committee
Confidential Schedule 8
(Minute FA74/16 refers)

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