



CITY OF  
PERTH

# Annual Financial Statements - 2022/23



# Financial Performance - 2022/23

Operating Revenue  
*(1.5% ahead of budget expectations)*

\$210.2M

Capital Revenue  
*(34% under budget) \*2*

\$9.3M

Operating Expenditure  
*(2% over budget) \*1*

\$202.9M

Capital Program  
*(77% of budget target)*

\$41.5M

Rates Revenue  
*(1.5% over budget)*

\$100.9M

Rateable GRV  
*(20,774 Properties)*

\$1.6B

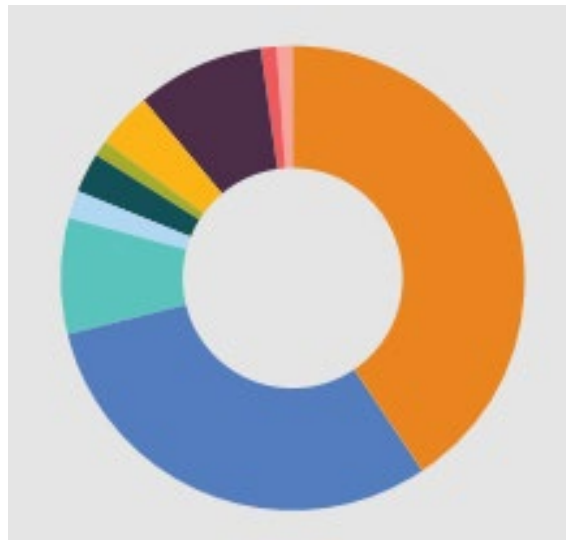
Operating  
Result

\$23.4M



# Financial Performance - 2022/23

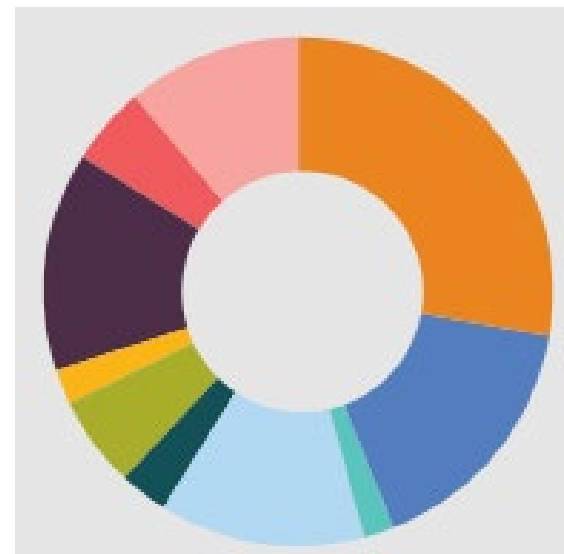
Graph 1 - Funding Sources 2022/23



## Funding Sources

Rates Revenue	100,880,516	41%
Parking Revenue	75,585,457	31%
Fees & Charges	18,385,069	8%
Grants – Operational	4,839,344	2%
Interest Revenue	7,728,245	3%
Other Revenue	2,765,794	1%
Proceeds on Disposal of Assets	205,032	0%
Grants – Asset Acquisition	9,146,113	4%
Borrowings	-	0%
Opening Balance	22,176,454	9%
Investment Distribution	1,855,928	1%
Non Cash Adjustments	1,302,644	1%
	<b>244,870,596</b>	<b>100%</b>

Graph 2 - Fund Uses 2022/23



## Fund Uses

Employee Costs	79,902,455	28%
Material & Contracts	47,133,359	16%
Utilities & Insurances	5,138,396	2%
Depreciation & Amortisation	38,707,023	13%
Interest Expense	123,129	0%
Other Expenses	8,796,473	3%
Parking Levy	16,069,146	6%
Loss on Disposal	6,419,954	2%
Assets Created	41,506,325	14%
Net Reserve Funds Created	14,110,400	5%
Repayment of Borrowings	969,349	0%
Other Financing Activities	102,167	0%
Closing Balance	31,019,397	11%
	<b>289,997,573</b>	<b>100%</b>
Add back Non Cash Items	(45,126,977)	
<b>Net Cash Expenses</b>	<b>244,870,596</b>	

# Operating Expenses - 2022/23 - Snapshot



Parks  
Management

\$13.9M



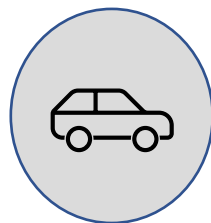
Infrastructure  
Maintenance

\$34.1M



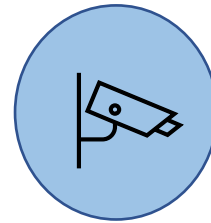
Waste Mgt  
& Cleaning

\$16.0M



Parking  
Management

\$59.4M



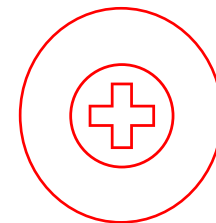
Community  
Safety

\$8.9M



Development  
Control

\$4.5M



Public  
Health

\$5.1M



Community  
Services

\$8.4M



Culture &  
Events

\$11.3M



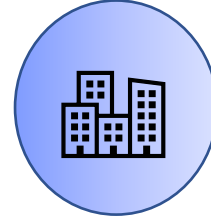
Library  
Services

\$6.6M



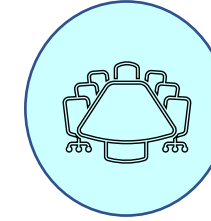
Sponsorships  
& Grants

\$6.7M



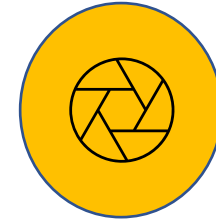
City Plan &  
Economic Dev.

\$8.5M



Corporate &  
Leadership

\$10.0M



Other  
Costs

\$2.1M

# Financial Position - 2022/23

Cash & Other Assets \*  
*(Debtors & inventory)* \$210M

Infrastructure & Property  
*(What we own)* \$1.36B

Liabilities  
*(What we owe)* \$43M

Net Assets  
*(Net City investment in community assets)* \$1.52B

Cash Backed Reserves \*  
*(Long term savings plans for future major projects)* \$143M

Net Cash Flow  
*(Cash from operations)* \$52.4M

# Financial Ratios - 2022/23

## Key Financial Indicator

Key Financial Indicator	2022/23	Benchmark	Achieved
Current Ratio	1.86	1.00	●
Rates Outstanding Ratio	1.9%	Less than 5%	●
Operating Surplus Ratio	7%	0% - 5.0%	●
Own Source Revenue Ratio	104%	More than 40%	●
Debt Service Ratio	54.60	5.00	●
Asset Consumption Ratio	60%	50%	●
Asset Sustainability Ratio	96%	90%	●
Asset Renewal Funding Ratio	111%	95%	●

Graph 3 - Financial Health Indicator Scores 2022/23



# Financial Highlights

- Unqualified audit report for 2022/23.
- No matters of non-compliance / improvement opportunities raised in the audit management letter.
- City entered 2023/24 in a very sound financial position.
- Lowest 2023/24 rates % increase of all metropolitan local governments.
- Strategic re-positioning of the City's finances continues to be successful.
- Sustainable financial model, ongoing service reviews and rigorous assessment of project proposals.
- Independent review of the City's Rating Methodology - fully compliant with best practice principles.
- Further enhancement and refinement of the 10-year Long Term Financial Plan to ensure that we have the best financial blueprint for our City.



City of **Perth**

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Questions?