

ADMINISTRATION AND FINANCE COMMITTEE MEETING

BUSINESS PAPER

TUESDAY 11 MARCH 2008

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4 March 2008

ADMINISTRATION AND FINANCE COMMITTEE MEETING

Notice is hereby given that a Administration and Finance Committee Meeting of the Council of the City of Randwick will be held in the Council Chamber, Town Hall, 90 Avoca Street, Randwick, on Tuesday, 11 March 2008 at 6:00pm.

Committee Members: The Mayor, B Notley-Smith, Andrews (Chairperson), Hughes, Kenny, Matson, Nash (Deputy Chairperson), Seng, Woodsmith.

Quorum: Five (5) members.

NOTE: At the Extraordinary Meeting held on 28 September 2004, the Council resolved that the Administration and Finance Committee be constituted as a committee with full delegation to determine matters on the agenda.

Apologies/Granting of Leave of Absences

Confirmation of the Minutes

Administration and Finance Committee Meeting - 12 February 2008

Declarations of Pecuniary and Non-Pecuniary Interests

Address of Council by Members of the Public

Urgent Business

Administration Reports

Nil

Finance Reports

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F6/08	Contingency Fund - Status as at 29 February 2008.....	9
F7/08	Investment Report - January 2008.....	13

Closed Session

Notices of Rescission Motions

.....
Ray Brownlee
GENERAL MANAGER

Finance Report No. F5/08



Subject: Monthly Financial Report as at 31 January 2008

Folder No: F2006/00690

Author: Aneesh Zahra, Manager Corporate and Financial Planning

Introduction

Section 202 of the Local Government (General) Regulation 2005 requires that the responsible accounting officer of a council must:

- a) establish and maintain a system of budgetary control that will enable the council's actual income and expenditure to be monitored each month and to be compared with the estimate of the council's income and expenditure, and
- b) if any instance arises where the actual income or expenditure of the council is materially different from its estimated income or expenditure, report the instance to the next meeting of the council.

Issues

This report provides the financial results of Council as at 31 January 2008. Attachment 1 summarises Council's Financial Performance and its Source and Application of Funds. It also summarises the operating result for each of Council's principal activities. Attachment 2 details the financial position of Council as at 31 January 2008.

Relationship to City Plan

The relationship with the City Plan is as follows:

Outcome: 1: Leadership in Sustainability.
Direction: 1c: Long term financial viability is achieved.

Financial impact statement

There is no direct financial impact for this matter.

Conclusion

Council's Director Governance & Financial Services as the responsible accounting officer, advises that the projected financial position is satisfactory.

Recommendation

That the monthly financial reports as at 31 January 2008 be noted.

Attachment/s:

- 1 Statement of Financial Performance 6 Pages
Source & Application of Funds
Statement of Financial Position

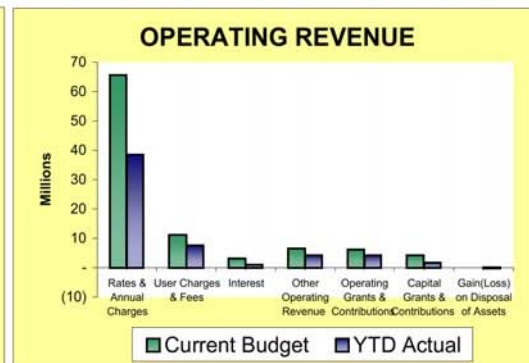
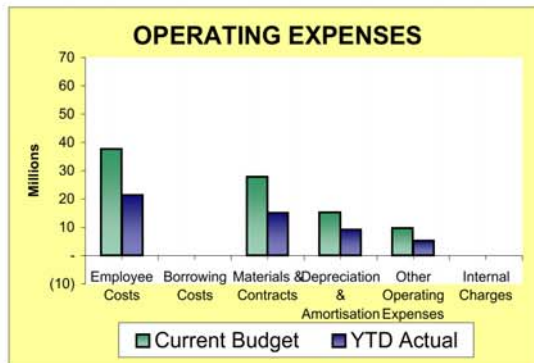
Attachment 1



RANDWICK CITY COUNCIL
INCOME STATEMENT
AS AT
31 JANUARY 2008

% OF YEAR EXPIRED AT 31 JAN 2008	58.33%
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	Original Budget (\$'000s)	Current Budget (\$'000s)	YTD Actual (\$'000s)	% of Budget Spent/Earned
EXPENSES FROM CONTINUING OPERATIONS				
Employee Costs	37,814	37,702	21,427	56.83%
Borrowing Costs	1	1		7.10%
Materials & Contracts	25,540	27,772	15,089	54.33%
Depreciation & Amortisation	15,712	15,240	9,199	60.36%
Other Operating Expenses	9,657	9,749	5,243	53.79%
Internal Charges	-	-	(6)	N/A
Total Expenses from Continuing Operations	88,725	90,463	50,953	56.32%
REVENUE FROM CONTINUING OPERATIONS				
Rates & Annual Charges	65,579	65,720	38,501	58.58%
User Charges & Fees	11,056	11,203	7,512	67.05%
Interest	3,148	3,013	1,085	36.01%
Other Operating Revenue	6,243	6,593	4,256	64.56%
Operating Grants & Contributions	4,877	6,118	4,314	70.51%
Capital Grants & Contributions	4,868	4,122	1,683	40.84%
Gain(Loss) on Disposal of Assets	-	-	(246)	N/A
Total Revenue from Continuing Operations	95,771	96,768	57,105	59.01%
Net Operating Result - Surplus/(Deficit)	7,046	6,305	6,152	
FUNDING STATEMENT				
SOURCE OF FUNDS				
Surplus (Deficit) from Operations - Accrual	7,046	6,305	6,152	97.57%
Add Back Non-Funded Transactions included in Operations above				
- Depreciation	15,712	15,240	9,199	60.36%
- Sales of Assets (Book Value)	1,451	1,707	923	54.05%
- Transfer from Internal Reserves	3,506	8,986	3,601	40.07%
- Transfer from External Reserves	5,431	6,921	2,405	34.75%
Net Funds Available	33,146	39,160	22,280	56.89%
APPLICATION OF FUNDS				
Assets Acquired	28,131	34,112	14,516	42.55%
Transfer to Internal Reserves	3,493	3,521	1,507	42.79%
Transfer to External Reserves	1,512	1,515	1,357	89.59%
Total Funds Applied	33,136	39,147	17,380	44.40%
Total Funds Surplus/(Deficit)	11	12	4,900	



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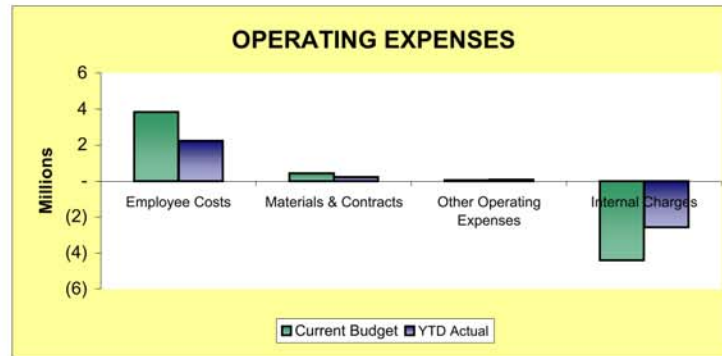


**OFFICE OF THE GENERAL MANAGER
INCOME STATEMENT
AS AT
31 JANUARY 2008**

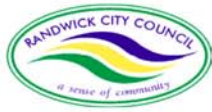
Attachment 1

% OF YEAR EXPIRED AT 31 JAN 2008	58.33%
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	Original Budget (\$'000s)	Current Budget (\$'000s)	YTD Actual (\$'000s)	% of Budget Spent/Earned
EXPENSES FROM CONTINUING OPERATIONS				
Employee Costs	3,918	3,825	2,218	57.98%
Materials & Contracts	425	436	228	52.26%
Other Operating Expenses	34	56	59	105.00%
Internal Charges	(4,404)	(4,404)	(2,564)	58.22%
Total Expenses from Continuing Operations	(27)	(87)	(59)	68.66%
REVENUE FROM CONTINUING OPERATIONS				
Other Operating Revenue	-	-	10	N/A
Total Revenue from Continuing Operations	-	-	10	N/A
Net Operating Result - Surplus/(Deficit)	27	87	69	



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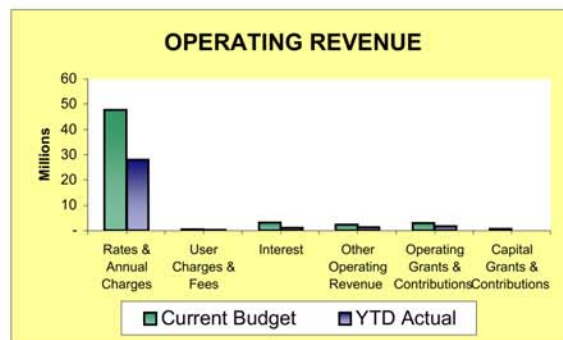
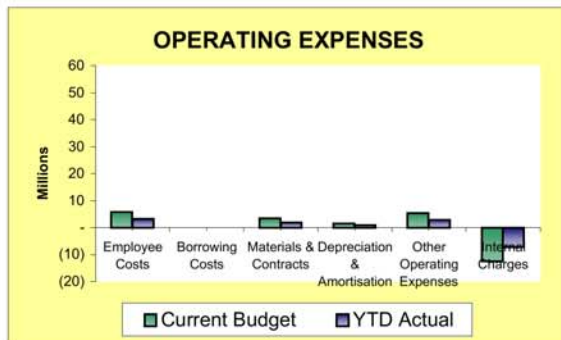


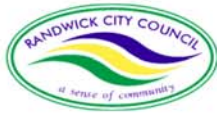
**GOVERNANCE & FINANCIAL SERVICES
INCOME STATEMENT
AS AT
31 JANUARY 2008**

% OF YEAR EXPIRED AT 31 JAN 2008	58.33%
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	Original Budget (\$'000s)	Current Budget (\$'000s)	YTD Actual (\$'000s)	% of Budget Spent/Earned
EXPENSES FROM CONTINUING OPERATIONS				
Employee Costs	5,868	5,853	3,183	54.37%
Borrowing Costs	1	1		7.10%
Materials & Contracts	3,299	3,471	1,881	54.18%
Depreciation & Amortisation	1,483	1,483	912	61.45%
Other Operating Expenses	5,265	5,270	2,850	54.08%
Internal Charges	(12,519)	(12,489)	(7,271)	58.22%
Total Expenses from Continuing Operations	3,397	3,590	1,554	43.29%
REVENUE FROM CONTINUING OPERATIONS				
Rates & Annual Charges	47,592	47,733	27,931	58.51%
User Charges & Fees	335	335	249	74.21%
Interest	3,133	2,983	1,062	35.59%
Other Operating Revenue	2,162	2,162	1,251	57.88%
Operating Grants & Contributions	2,747	2,769	1,633	58.96%
Capital Grants & Contributions	702	702	-	0.00%
Total Revenue from Continuing Operations	56,670	56,684	32,125	56.67%
Net Operating Result - Surplus/(Deficit)	53,273	53,095	30,571	
CAPITAL PURCHASES (NOT INCLUDED IN COSTS ABOVE)				
CAPITAL PURCHASES				
Total Capital Purchases	1,648	1,992	388	19.47%
<i>Detail as following:</i>				
Office Equipment, Furniture and Fitting Purchases	-	187	147	78.74%
IT Equipment	79	79	44	56.01%
Building & Land Purchases	702	702	-	0.00%
Other capital purchases	868	1,025	197	19.19%

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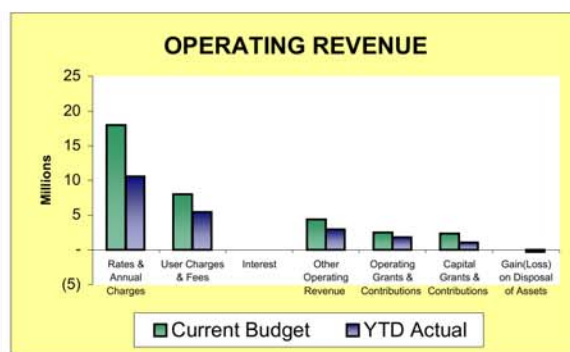
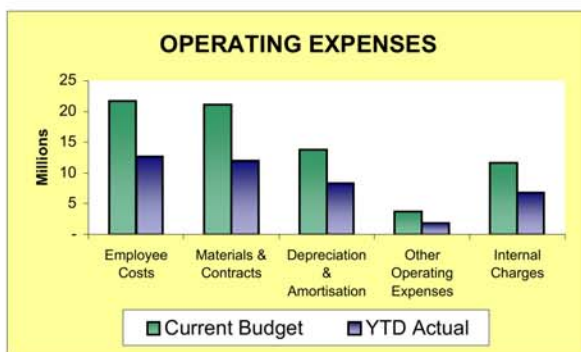


**CITY SERVICES
INCOME STATEMENT
AS AT
31 JANUARY 2008**

Attachment 1

% OF YEAR EXPIRED AT 31 JAN 2008	58.33%
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	Original Budget (\$'000s)	Current Budget (\$'000s)	YTD Actual (\$'000s)	% of Budget Spent/Earned
EXPENSES FROM CONTINUING OPERATIONS				
Employee Costs	21,759	21,733	12,673	58.31%
Materials & Contracts	19,989	21,032	12,005	57.08%
Depreciation & Amortisation	14,227	13,755	8,287	60.25%
Other Operating Expenses	3,673	3,711	1,867	50.31%
Internal Charges	11,729	11,661	6,783	58.17%
Total Expenses from Continuing Operations	71,377	71,891	41,615	57.89%
REVENUE FROM CONTINUING OPERATIONS				
Rates & Annual Charges	17,988	17,988	10,570	58.76%
User Charges & Fees	7,904	7,995	5,429	67.90%
Interest	15	30	23	77.49%
Other Operating Revenue	4,031	4,363	2,911	66.71%
Operating Grants & Contributions	1,832	2,488	1,821	73.20%
Capital Grants & Contributions	3,319	2,393	1,120	46.81%
Gain(Loss) on Disposal of Assets	-	-	(246)	N/A
Total Revenue from Continuing Operations	35,088	35,257	21,628	61.35%
Net Operating Result - Surplus/(Deficit)	(36,289)	(36,634)	(19,986)	
CAPITAL PURCHASES (NOT INCLUDED IN COSTS ABOVE)				
Total Capital Purchases	25,725	31,128	14,107	45.32%
<i>Detail as following:</i>				
Office Equipment, Furniture and Fitting Purchases	10	10	16	156.33%
Des Renford Aquatic Centre	-	128	13	9.77%
Library Resource	406	413	185	44.65%
Plant & Equipment Purchases	3,542	4,516	1,846	40.88%
Contaminated Site Management	2,468	2,668	161	6.04%
Vehiclular Access	600	673	496	73.74%
Parks Construction Projects	5,894	9,167	3,397	37.05%
Roads Construction Projects	9,387	9,311	7,388	79.35%
Drainage Construction Projects	325	685	319	46.58%
Building Construction Projects	3,094	3,440	219	6.36%
Other Capital Purchases (EWIS system)	-	117	68	58.35%



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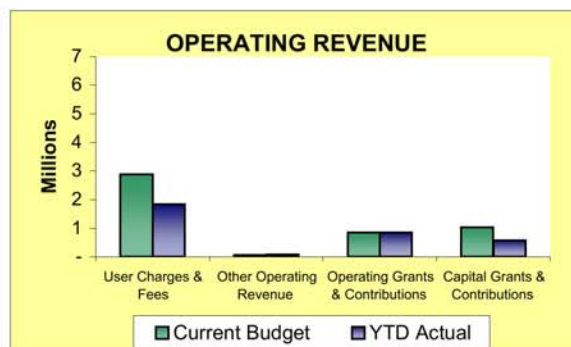
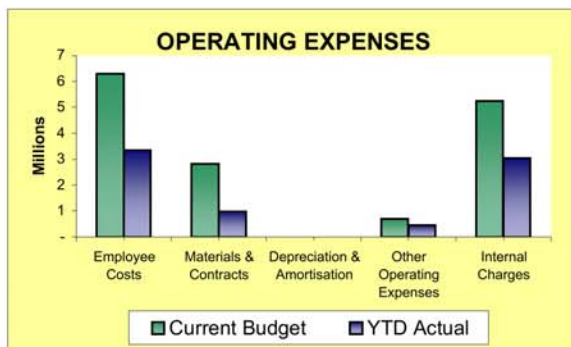


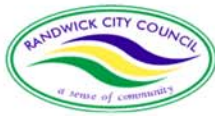
**CITY PLANNING
INCOME STATEMENT
AS AT
31 JANUARY 2008**

% OF YEAR EXPIRED AT 31 JAN 2008	58.33%
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	Original Budget (\$'000s)	Current Budget (\$'000s)	YTD Actual (\$'000s)	% of Budget Spent/Earned
EXPENSES FROM CONTINUING OPERATIONS				
Employee Costs	6,268	6,290	3,353	53.31%
Materials & Contracts	1,827	2,833	976	34.43%
Depreciation & Amortisation	2	2	1	43.00%
Other Operating Expenses	684	712	468	65.71%
Internal Charges	5,195	5,233	3,046	58.22%
Total Expenses from Continuing Operations	13,977	15,069	7,843	52.05%
REVENUE FROM CONTINUING OPERATIONS				
User Charges & Fees	2,818	2,872	1,834	63.85%
Other Operating Revenue	50	68	85	124.56%
Operating Grants & Contributions	298	861	860	99.93%
Capital Grants & Contributions	847	1,027	564	54.87%
Total Revenue from Continuing Operations	4,013	4,827	3,342	69.23%
Net Operating Result - Surplus/(Deficit)	(9,964)	(10,242)	(4,502)	
CAPITAL PURCHASES (NOT INCLUDED IN COSTS ABOVE)				
Capital Purchases				
Total Capital Purchases	757	992	21	2.14%
<i>Detail as following:</i>				
Environmental Levy Capital Projects	757	992	21	2.14%

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**RANDWICK CITY COUNCIL
BALANCE SHEET
AS AT
31 JANUARY 2008**

Attachment 2

	Actual as at 30 June 2007 (\$'000s)	Actual as at 31 January 2008 (\$'000s)
CURRENT ASSETS		
Cash Asset	41,472	38,594
Receivables	5,064	2,968
Inventories	327	254
Other	183	1,528
TOTAL CURRENT ASSETS	47,046	43,345
NON-CURRENT ASSETS		
Infrastructure, Property, Plant & Equipment	1,823,759	1,828,153
TOTAL NON-CURRENT ASSETS	1,823,759	1,828,153
TOTAL ASSETS	1,870,805	1,871,498
CURRENT LIABILITIES		
Payables	13,007	6,311
Provisions	13,755	14,992
TOTAL CURRENT LIABILITIES	26,762	21,303
NON-CURRENT LIABILITIES		
Provisions	189	189
TOTAL NON-CURRENT LIABILITIES	189	189
TOTAL LIABILITIES	26,951	21,492
NET ASSETS	1,843,854	1,850,006
EQUITY		
Retained Earnings	1,843,854	1,850,006
TOTAL EQUITY	1,843,854	1,850,006

Item F5/08

Finance Report No. F6/08



Subject: Contingency Fund - Status as at 29 February 2008

Folder No: F2004/07396

Author: Julie Hartshorn, Senior Administrative Co-ordinator

Introduction

The purpose of this report is to detail the progressive amount of donations, allocations, waiving of fees and other similar contributions for the 2007/08 financial year.

Issues

In the 2007/08 financial year there have been 50 allocations totalling \$182,402.05 as listed in the table below.

MEETING	DETAILS	NET COST TO COUNCIL
Ordinary Council – 27 June 2006	<u>Annual contribution</u> – Waiving of Greenwaste Disposal Fees or the Guriwal Aboriginal Community at La Perouse	\$6,500.00
Ordinary Council – 27 June 2006	<u>Annual contribution</u> - Waiving of fees for Special Rubbish Pick Up Service – Ronald McDonald House	\$650.00
Ordinary Council – 25 July 2006	<u>Annual contribution</u> (3 years from 2006/07) - SSROC East Timor Partnership	\$4,000.00
Ordinary Council – 26 Sept 2006	<u>Annual contribution</u> (7 years from 2006/07) Interest foregone on interest free loan - Coogee Surf Life Saving Club renovations	\$4,500.00
Ordinary Council - 26 June 2007	Coogee Surf Life Saving Club – Centenary Dinner	\$1,200.00
Ordinary Council - 26 June 2007	Financial assistance for 2007 Rock Eisteddfod – Randwick Girls & Boys High Schools	\$5,000.00
Ordinary Council - 26 June 2007	Waiving of fees - installation of banner – Eastern Suburbs Teachers Association	\$1,132.00
Ordinary Council - 26 June 2007	Waiving of fees - World Youth Day - "Journey of the World Youth Day Cross and Icon" event	\$1,371.29
Ordinary Council - 26 June 2007	Sponsorship - S.O.S Preschool	\$1,400.00
Ordinary Council – 24 July 2007	Waiving of fees - St Pauls Anglican Church Coogee - Carols by the Sea	\$1,095.00
Ordinary Council – 24 July 2007	8th Annual Des Renford Chair of Heart Research Family Gala and Charity Day – use of Des Renford Aquatic Centre	\$6,500.00
Ordinary Council – 24 July 2007	Waiving of fees – use of Town Hall for Cana Ball	\$1,548.00
Ordinary Council – 24 July 2007	Our Lady of the Rosary College - centenary celebrations	\$200.00
Ordinary Council – 28 August 2007	Waiving of fees - usage of Yarra Bay for the Emerging Athlete Program for Junior Lifesavers	\$485.90
Ordinary Council – 28 August 2007	Contribution - Maroubra Fun Run, Oktoberfest and Market Day	\$4,538.00

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MEETING	DETAILS	NET COST TO COUNCIL
Ordinary Council – 28 August 2007	Waiving of fees - Development Application lodgement - South Coogee Primary School	\$1,941.00
Ordinary Council – 28 August 2007	Contribution - Gallery East "Hula Dreams" ukuleles exhibition and performance	\$2,000.00
Ordinary Council – 28 August 2007	Waiving of fees – Use of Maroubra Beach for Rugby League Tag	\$626.90
Ordinary Council – 25 September 2007	Waiving of Fees - St Marks Anglican Church, Malabar - Carols By Candlelight	\$10,513.83
Extraord Council – 18 Sept 2007	Banners to congratulate Randwick Girls and Boys High Schools' Rock Eisteddfod Team on winning the 2007 Rock Eisteddfod	\$2,420.00
Extraord Council – 18 Sept 2007	Donation - Commemorative tree planting in Centennial Park	\$5,000.00
Extraord Council – 18 September 2007	Waiving of fees - South Maroubra Village Green Art Show	\$235.00
Extraord Council – 18 September 2007	Waiving of fees - Use of Kokoda Park, Kensington for Carols by Candlelight	\$5,360.83
Ordinary Council – 25 September 2007	Rosella Aboriginal Women's Vigoro Sporting Club – 75 year celebrations	\$2,000.00
Ordinary Council – 30 October 2007	Carols by Candlelight – Matraville	\$8,000.00
Ordinary Council – 30 October 2007	Financial contribution & waiving of fees - Coogee Family Fun Day – Goldstein Reserve	\$16,655.30
Ordinary Council – 30 October 2007	Waiving of fees – Randwick Shield at Coogee Beach	\$1,297.10
Ordinary Council – 30 October 2007	Waiving of fees – Express Glass Island Challenge – Coogee Beach	\$1,832.10
Ordinary Council – 30 October 2007	Financial assistance – Australia Day Botany Bay Regatta	\$500.00
Ordinary Council – 30 October 2007	Sponsorship – Our Lady of the Sacred Heart Church – World Youth Day Launch	\$500.00
Ordinary Council – 30 October 2007	Financial contribution – Australia East Timor Association – Weavers' Tour	\$400.00
Ordinary Council – 30 October 2007	Waiving of fees – South Sydney Football Club – Membership promotion	\$1,375.00
Ordinary Council – 30 October 2007	East Timor Scholarships (x2)	\$10,000.00
Ordinary Council – 27 November 2007	Financial assistance - underwrite hire charges of the marquee for the Annual Pere Receveur Historic Mass	\$2,675.20
Ordinary Council – 27 November 2007	Waiving of fees – Yarra Bay Greek Orthodox Epiphany Celebration	\$3,278.90
Ordinary Council – 27 November 2007	Waiving of fees – 3 rd Paul Travini Cup Community Cricket Day	\$3,345.00
Ordinary Council - 11 December 2007	Volunteering Partnership Project on Namatjira Public Housing Estate - provision of native plant stock from Council's nursery	\$500.00
Ordinary Council - 11 December 2007	Restoration of War Memorial corner Anzac Parade and Haig Street, Maroubra	\$11,500.00
Ordinary Council - 11 December 2007	Waiving of fees - Coogee Arts Festival	\$10,596.50
Ordinary Council - 11 December 2007	Waiving of fees for banner – Rainbow Street Public School	\$2,134.90
Ordinary Council - 11 December 2007	Waiving of fees for banner – Learning Links	\$2,134.90

MEETING	DETAILS	NET COST TO COUNCIL
Ordinary Council - 11 December 2007	Waiving of fees for banner – Lifestart P&F	\$1,134.90
Ordinary Council - 11 December 2007	Waiving of fees - Coogee Surf Life Saving Club - Surf Carnival	\$1,179.10
Ordinary Council - 11 December 2007	Waiving of fees – Carols by Candlelight – South Maroubra Village Green	\$2,964.00
Ordinary Council - 11 December 2007	Waiving of fees – Surf Life Saving Sydney – Surfing Competition	\$552.30
Ordinary Council - 11 December 2007	2008 Chinese New Year celebrations	\$15,000.00
Ordinary Council – 26 February 2008	Waiving of Fees - Maroubra Surfers Association, Southend Boardriders Inc. & Surfing NSW	\$7,230.70
Ordinary Council – 26 February 2008	Waiving of Fees - Maroubra Surf Life Saving Club - Yarra Bay Ocean Challenge	\$486.80
Ordinary Council – 26 February 2008	Waiving of Fees - NSW Bodyboarding - Maroubra Beach	\$3,756.60
Ordinary Council – 26 February 2008	Waiving of Fees - Gracepoint Christian Church - Clean Up Australia Day	\$5,135.00
TOTAL:		\$182,402.05

The amounts shown in the table above reflect the net cost to Council in providing the donation, grant or assistance. The GST, where applicable, has not been shown because it will be claimed back from the Australian Taxation Office.

Relationship to City Plan

The relationship with the City Plan is as follows:

- Outcome 2: A vibrant and diverse community.
Our community will be proud to be part of our City and celebrate its range of cultures and people.
- Direction 2b: Enrich our range of community services that meet our community's needs.
- Key Actions: Support the provision of services and facilities to meet the needs of our Target Groups and celebrate the range of cultures and people within Randwick City.

Financial impact statement

Council has allocated \$150,000 in the 2007/08 budget for contingencies – being the original budget allocation of \$120,000, plus an additional \$30,000 allocated at the December 2007 Budget review. It is suggested that the budget be further adjusted at the March 2008 budget review to reflect expenditure committed to date plus an estimate for commitments to 30 June 2008.

Recommendation

That the report be received and noted and an additional \$50,000 be allocated to the 2007/08 Contingency Fund in conjunction with the March 2008 Budget review.

Attachment/s:

Nil

Item F6/08

Finance Report No. F7/08



Subject: Investment Report - January 2008
Folder No: F2004/06527
Author: Greg Byrne, Manager Financial Operations

Introduction:

The Local Government (General) Regulation requires that the Responsible Accounting Officer provide a written report to the ordinary meeting of the Council giving details of all monies invested and a certificate as to whether or not the investments have been made in accordance with the Act, the regulations and Council's Investment Policy No: 3.02.07.

Issues:

Council is authorised by s625 of the Local Government Act to invest its surplus funds. Funds may only be invested in the form of investment notified by Order of the Minister dated 23 September 2005. The Local Government (General) Regulation prescribes the records that must be maintained in relation to Council's investments.

The attached table titled "Investment Performance Report – January 2008" outlines the investment portfolio held by Council as at the end of January 2008. All investments have been made in accordance with the Act, Regulations and Council's Investment Policy.

Investment Commentary

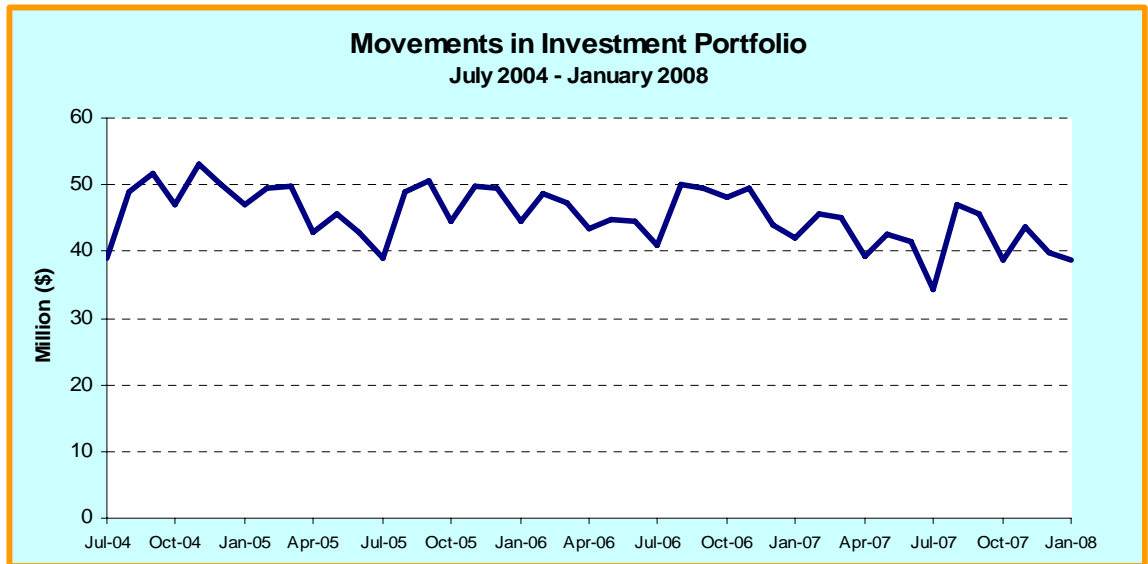
The size of the investment portfolio may vary significantly from month to month as a result of cash flows for the period. Cash outflows (expenditure) are typically relatively stable from one month to another. Cash inflows (income) are cyclical and are largely dependent on the rates instalment due dates and the timing of grant payments including receipt of the Financial Assistance Grant.

The investment portfolio decreased by \$950,000 during January 2008. The decrease is representative of negative cash flow for the month as expenditure exceeded revenue. The next rate instalment of 2007/2008 is due 28 February 2008.

Expenditure during the period was incurred for capital works, payroll and miscellaneous expenses. Main income sources were rates income, grants and miscellaneous fees and charges.

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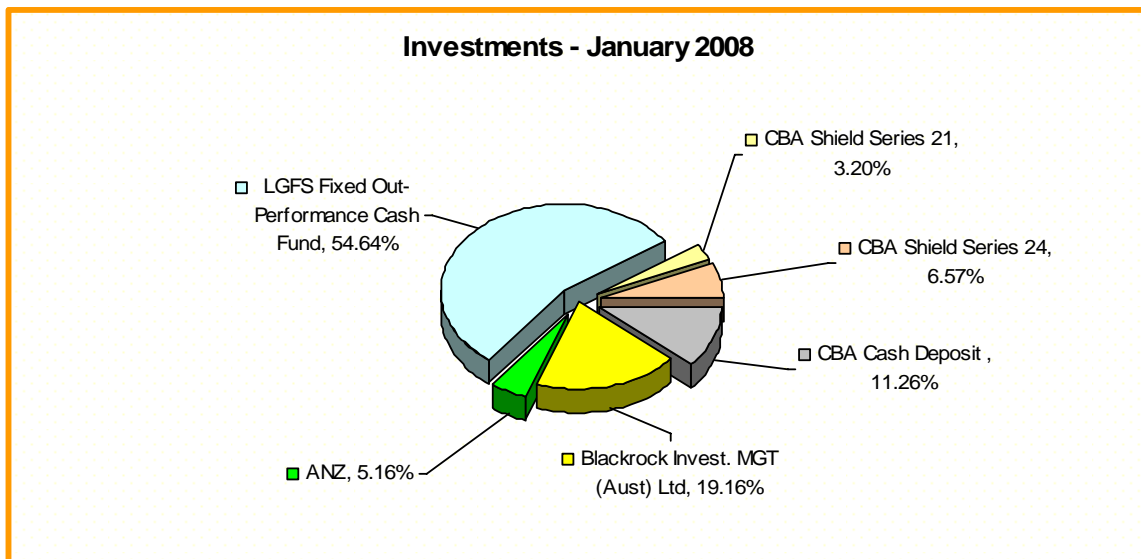
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The above graph illustrates the movement in the investment portfolio from July 2004 to January 2008. The peaks are representative of the rates instalment periods.

The investment portfolio is diversified across a number of investment types and is spread across a number of financial institutions. The various investment types may include managed funds, term deposits, rolling rate investments, floating rate notes and on-call accounts.

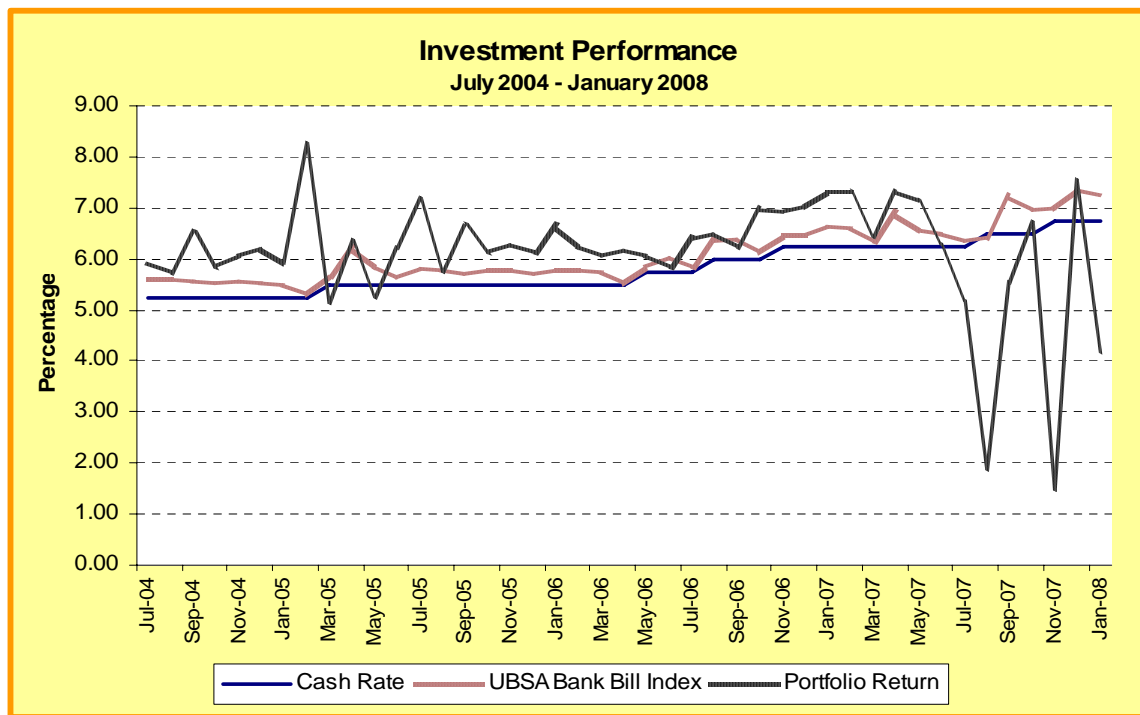
The following graphs indicate the various investments held at the end of January 2008.



The investment portfolio is regularly reviewed in order to maximise investment performance and minimise risk. Comparisons are made between existing investments with available products that are not part of Council's portfolio. Independent advice is sought on new investment opportunities.

The following graph shows the investment returns achieved against the USB Bank Bill Index and the official Reserve Bank of Australia (RBA) cash interest rate for

the period July 2004 to January 2008. The graph highlights the abnormal volatility that has been experienced in the period July to January 2008.



Investment performance for the financial year to date has been below the industry benchmark UBS Australian Bank Bill Index with an average return after fees of 5.39%, compared with the benchmark index of 6.93%.

Official Reserve Bank of Australia (RBA) cash interest rate remained 6.50% during January 2008.

Relationship To City Plan:

The relationship with the City Plan is as follows:

Outcome 1: Leadership in Sustainability.
 Direction 1c: Long term financial viability is achieved.
Key Action: Investment Policy and Procedures.

Financial Impact Statement:

Funds are invested with the aim of achieving budgeted income in 2007/2008 and outperforming the UBS Australian Bank Bill Index over a 12 month period. The revised budget provision following the September quarterly review for income from this source is \$2,845,000. Income to 31 January 2008 amounted to \$915,631. Any further changes to budgeted income from investment earnings will be reported in subsequent quarterly reviews.

Changes to the economic climate and financial markets are being closely monitored. Appropriate adjustments to the investment strategy will continue to be made as required.

Conclusion:

All investments as at 31 January 2008 have been made in accordance with Council Investment Policy No: 3.02.07. All investments meet the requirements of s625 of the Local Government Act and the Local Government (General) Regulation.

Recommendation

That the investment report for January 2008 be received and noted.

Attachment/s:

- 1 Investment Performance Report - January 2008 1 Page

Item F7/08

Investment Performance Report - January 2008							
Investment	Credit Rating	Amount Invested (\$)	Interest Earned (\$)		Investment Performance (%)		
			Period	FYTD	Period	FYTD	Past 12 Months
CBA Cash Deposit (CDA)	AA	4,362,606	41,592	226,501	6.70	6.52	6.39
LGFS Fixed Out-Performance Cash Fund	AA-f	21,163,099	119,982	263,100	7.61	7.59	6.83
Blackrock Invest. MGT (Aust) Ltd	A	7,419,082	(58,761)	(147,221)	(8.92)	(3.13)	0.99
ANZ Bank - Three Pillars	AA-	2,000,060	14,580	93,203	6.62	7.63	7.64
Commonwealth Bank Shield Series 21	AA	1,239,240	Purchased April 2004. Capital is guaranteed and interest is paid at maturity. Investment est. value as at 31 January 2008 is \$1,175,800.00 which equates to return since inception of 4.32%				
Commonwealth Bank Shield Series 24	AA	2,546,250	18,539	123,286	8.76	8.34	8.14
					3 month BBSW + 1.50%		
Interest earned from matured investments	-	3,673	4,235	332,259	-	-	-
General Fund Bank Account	-	-	6,714	24,503	-	-	-
Total		38,734,010	146,881	915,631	4.15	5.39	6.00
Official (Reserve Bank of Australia) Cash Rate					6.75	6.57	6.44
UBS Australian Bank Bill Index					7.26	6.93	6.78

Credit Rating: * Bank Bills and Term Deposits are not credit rated. The 'f' subscript to the credit rating signifies that it is a Standard & Poors fund rating and that assets are valued at their market value.

Report Author: Aldo Meoli, Financial Accountant - Financial Operations

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