

Financial Report

31 December 2020

Financial Report - 31 December 2020

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Income Statement

For the financial year to date 31 December 2020

	YTD Budget	YTD Actuals & Comm	YTD Variance Fav / (Unfav)		Annual Budget	YTD Actuals & Comm
	\$	\$	\$	%	\$	\$
Income						
Rates	57,552,874	57,443,763	(109,111)	(0.19)	58,216,951	57,443,763
Waste management charge	9,319,871	9,385,347	65,476	0.70	9,319,871	9,385,347
Government grants-recurrent	2,465,926	2,686,259	220,333	8.94	5,699,309	2,686,259
Government grants-non-recurrent	18,890,852	22,563,452	3,672,600	19.44	27,741,396	22,563,452
User charges	6,242,999	3,361,307	(2,881,692)	(46.16)	15,198,661	3,361,307
Statutory fees and fines	828,427	913,369	84,942	10.25	1,722,704	913,369
Reimbursements	-	64,161	64,161	100.00	260,000	64,161
Interest income	340,910	123,102	(217,808)	(63.89)	750,000	123,102
Capital contributions	100,000	123,198	23,198	23.20	4,809,898	123,198
Other revenue-recurrent	343,479	295,484	(47,995)	(13.97)	675,942	295,484
Other revenue-non-recurrent	-	207,953	207,953	100.00	-	207,953
Contributions	105,000	902,760	797,760	759.77	118,500	902,760
Total income	96,190,338	98,070,155	1,879,817	1.95	124,513,232	98,070,155
Expenses						
Employee benefits	19,072,218	18,932,443	139,775	0.73	37,023,538	18,932,443
External contracts	12,013,463	10,842,021	1,171,442	9.75	19,521,991	10,842,021
Materials and related costs	9,820,676	10,144,269	(323,593)	(3.30)	15,611,955	10,144,269
Other expenditure	4,631,214	4,746,232	(115,018)	(2.48)	7,564,110	4,746,232
Interest expenditure	263,552	263,552	-	-	586,744	263,552
Financial year projects allocation	623,312	1,220,638	(597,326)	(95.83)	1,601,055	1,220,638
Total expenses	46,424,435	46,149,155	275,280	0.59	81,909,393	46,149,155
Earnings before Depreciation	49,765,903	51,921,000	2,155,097	4.33	42,603,839	51,921,000
Depreciation	5,869,500	5,869,500	-	-	11,739,000	5,869,500
Net Surplus	43,896,403	46,051,500	2,155,097	4.91	30,864,839	46,051,500

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Balance Sheet

For the financial year to date 31 December 2020

	31-Dec-20	30-Jun-20
	\$	\$
ASSETS		
Current assets		
Cash assets	46,401,882	43,345,000
Other Financial Assets	-	9,000,000
Receivables	45,847,198	11,996,000
Accrued income	574,778	799,000
Prepayments	102,744	1,139,000
Land held for resale	3,080,000	3,080,000
Inventories	8,413	18,000
Total current assets	96,015,015	69,377,000
Non-current assets		
Investments in associates	1,471,521	1,471,000
Other Financial Assets	5,000	5,000
Property, infrastructure, plant & equipment		
At cost	1,166,016,140	1,166,051,000
Accumulated depreciation	(249,066,755)	(243,197,000)
Work in progress	36,594,451	19,577,000
Right of use assets	1,300,111	1,301,000
Total non-current assets	956,320,468	945,208,000
TOTAL ASSETS	1,052,335,483	1,014,585,000
LIABILITIES		
Current liabilities		
Creditors	4,219,966	3,317,000
Trust funds	1,630,919	1,925,000
Prepaid income	-	60,000
Unearned Income	-	12,456,000
Accrued expenses	970,258	4,939,000
Commitments	7,910,493	-
Provisions	8,261,917	13,483,000
Borrowings	1,831,623	2,171,000
Finance leases	507,082	507,000
Total current liabilities	25,332,258	38,858,000
Non-current liabilities		
Provisions	27,608,154	22,388,000
Borrowings	8,605,142	8,605,000
Lease Liabilities	826,332	826,000
Total non-current liabilities	37,039,627	31,819,000
TOTAL LIABILITIES	62,371,885	70,677,000
NET ASSETS	989,963,598	943,908,000
Presented by:		
Accumulated surplus	385,916,253	400,585,000
YTD surplus/(deficit)	46,051,500	- 14,912,000
Asset revaluation reserve	522,986,131	523,226,000
Other reserves	35,009,714	35,009,000
TOTAL EQUITY	989,963,598	943,908,000

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Statement of Cash Flows

For the financial year to date 31 December 2020

	31-Dec-20 YTD	30-Jun-20 *
Inflows from operating activities		
Rates	33,202,134	69,540,000
Statutory fees & fines	913,369	1,514,000
User charges	3,301,307	11,488,000
Grants	12,793,712	23,648,000
Contributions	1,025,958	3,511,000
Interest	123,102	602,000
Other receipts	567,598	5,493,000
Total inflows from operating activities	51,927,180	115,796,000
Outflows from operating activities		
Payments to suppliers	(18,294,921)	(43,102,000)
Payments to employees	(18,932,444)	(34,286,000)
Borrowing costs	(263,552)	(709,000)
Trust	(294,081)	(171,000)
Other payments	(2,769,130)	(8,523,000)
Total outflows from operating activities	(40,554,128)	(86,791,000)
Movement in operating activities	11,373,052	29,005,000
Inflows from investing activities		
Proceeds from sale of assets	41,176	1,658,000
Proceeds from investments	9,000,000	-
Outflows from investing activities		
Payments for property, infrastructure, P&E	(17,017,746)	(21,738,000)
Payments for investments	-	(8,000,000)
Interest paid - lease liability	-	(37,000)
Repayment of lease liabilities	413	(481,000)
Movement in investing activities	(7,976,157)	(28,598,000)
Outflows from financing activities		
Repayment of borrowings	(339,235)	(1,316,000)
Movement in financing activities	(339,235)	(1,316,000)
TOTAL CASH MOVEMENT FOR PERIOD	3,057,660	(909,000)
Opening bank balance	43,344,222	44,254,000
Net increase/(decrease) in cash and cash equivalents	3,057,660	(909,000)
CLOSING BANK BALANCE	46,401,882	43,345,000

*Comparative reflective of annual report which has been rounded to the nearest thousand

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1. Income Statement Variance Analysis

a. Operating Income year to date

	YTD Budget	YTD Actuals & Comm	YTD Variance Fav / (Unfav)	%	Annual Budget	YTD Actuals & Comm
	\$	\$	\$		\$	\$
Income						
Rates	57,552,874	57,443,763	(109,111)	(0.19)	58,216,951	57,443,763
Waste management charge	9,319,871	9,385,347	65,476	0.70	9,319,871	9,385,347
Government grants-recurrent	2,465,926	2,686,259	220,333	8.94	5,699,309	2,686,259
Government grants-non-recurrent	18,890,852	22,563,452	3,672,600	19.44	27,741,396	22,563,452
User charges	6,242,999	3,361,307	(2,881,692)	(46.16)	15,198,661	3,361,307
Statutory fees and fines	828,427	913,369	84,942	10.25	1,722,704	913,369
Reimbursements	-	64,161	64,161	100.00	260,000	64,161
Interest income	340,910	123,102	(217,808)	(63.89)	750,000	123,102
Capital contributions	100,000	123,198	23,198	23.20	4,809,898	123,198
Other revenue-recurrent	343,479	295,484	(47,995)	(13.97)	675,942	295,484
Other revenue-non-recurrent	-	207,953	207,953	100.00	-	207,953
Contributions	105,000	902,760	797,760	759.77	118,500	902,760
Total Operating Income	96,190,338	98,070,155	1,879,817	1.95	124,513,232	98,070,155

Significant variance commentary:

Rates and Waste Management Charge (\$43,635).

- Implementation of the COVID-19 Financial Hardship Policy has resulted in loss of penalty interest income, partly offset by income from additional rateable properties processed throughout the financial year.

Recurrent Government Grants \$220,333.

- Additional funding received from:

Department of Education and Training for:

- Eltham Childcare centre sustainability \$26,800
- Eltham and Panton Hill Childcare centres transitional childcare fee subsidies \$63,247
- Vocational Education Training business continuity top-up funding \$25,208

Department of Health and Human Services for:

- Maternal and Child Health sleep and settling program \$19,806
- Community activation and social isolation program \$25,000

Department of Health for Community Services sector support \$29,932.

- New funding received from National Australia Day Council for Australia Day citizenship event \$21,000.
- Recognition of recurrent grant income received in 2019-20, in accordance with Accounting Standard AASB1058 \$43,852.
- Reduction in funding for Home and Community Care assessment services from 1 July 2020 (\$30,491).

The balance of (\$4,021) is made up of minor differences.

Non-Recurrent Government Grants \$3,672,600.

- New funding received from:

Department of Jobs, Precincts and Regions for:

- Diamond Creek netball court surface upgrade \$786,193
- Hurstbridge multi-use facility upgrade \$705,000
- Sports lighting upgrades \$591,616
- Outdoor dining \$500,000
- Solar panels \$270,000
- Working for Victoria \$182,592
- Yarrambat streetscapes upgrade \$40,000
- Eltham Lower Park back oval floodlights \$16,500

Department of Transport for L2P learner driver mentor program \$49,081

Christmas Hills Landcare Group for landcare network forest health project \$36,261

Strathewen Landcare Group for landcare network facilitator \$28,286

Department of Environment, Land, Water and Planning for:

- Continuation of Peri-urban weed management program \$31,000
- Biodiversity response planning - Sugarloaf link \$202,500

Department of Premier and Cabinet for Eltham North adventure playground landscaping project \$15,853

Manningham City Council for emergency management officer \$80,000

- Recognition of non-recurrent grant income received in 2019-20, in accordance with Accounting Standard AASB1058 \$114,149.

The balance of \$23,569 consists of various small grants.

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Significant variance commentary (continued):

User Charges (\$2,881,692).

- Large variances are being driven by loss of income from COVID-19 related impacts, including:
 - Closure of all leisure facilities (\$2,611,965)
 - Recycling and Recovery Centre closure (\$39,505)
 - Cancellation of Eltham and Diamond Creek Living and Learning face to face programs (\$62,169)
 - Eltham Community and Reception Centre closure (\$61,906)
 - Reduced number of impoundments at the animal pound (\$39,700).
 - Environmental Health annual registrations were due 31 December; outstanding fees to be followed up in January (\$61,183).
- The balance of (\$5,264) is made up of minor differences.

Statutory Fees and Fines \$84,942.

- Swimming pool registration has resulted in additional unbudgeted income \$208,452.
 - Planning applications have been significantly higher than budgeted \$140,019.
 - Reduced enforcement of animal infringements during the pandemic (\$31,383).
 - No enforcement of parking restrictions during the pandemic (\$220,011).
- The balance of (\$12,135) is made up of minor differences.

Reimbursements \$64,161.

- State Revenue Office reimbursement for costs associated with administration of fire services levy \$61,390.
- The balance of \$2,771 is made up of minor differences.

Interest Income (\$217,808).

- Interest on investments reduced due to a significant fall in interest rates (\$217,808).

Other Revenue - Recurrent (\$47,995).

- Rent relief offered to council owned non residential properties (\$62,438).
- The balance of \$14,443 is made up of minor differences.

Other Revenue - Non-Recurrent \$207,953.

- Sale of native vegetation offsets \$197,646.
- The balance of \$10,307 is made up of minor differences.

Contributions \$797,760.

- Developer contributions received for Open Space, DPO2 and DPO4 area infrastructure and open space \$797,760.

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b. Operating Expenditure year to date

	YTD Budget	YTD Actuals & Comm	YTD Variance Fav / (Unfav)		Annual Budget	YTD Actuals & Comm
	\$	\$	\$	%	\$	\$
Expenditure						
Employee benefits	19,072,218	18,932,443	139,775	0.73	37,023,538	18,932,443
External contracts	12,013,463	10,842,021	1,171,442	9.75	19,521,991	10,842,021
Materials and related costs	9,820,676	10,144,269	(323,593)	(3.30)	15,611,955	10,144,269
Other expenditure	4,631,214	4,746,232	(115,018)	(2.48)	7,564,110	4,746,232
Interest expenditure	263,552	263,552	-	-	586,744	263,552
Financial year projects allocation	623,312	1,220,638	(597,326)	(95.83)	1,601,055	1,220,638
Total operating expenditure	46,424,435	46,149,155	275,280	0.59	81,909,393	46,149,155

Significant variance commentary:

Employee Benefits \$139,775.

- Year to date variances arising from position vacancies due to resignations, with recruitment being delayed during the lockdown periods.

External Contracts \$1,171,442.

- Closure of leisure facilities due to COVID-19 has resulted in significantly lower operational expenditure \$2,430,540.
- There has been a higher than expected uptake of the new free green waste bin option (\$596,825).
- Consultant services engaged to provide specialised environmental and waste management services (\$145,252).
- Contamination of kerbside recyclables has increased, resulting in increased recycling disposal costs (\$95,034).
- Agency and temporary staff have been engaged to backfill vacant roles (\$208,587).
- Increased green waste tonnages have resulted from a wetter than normal season with increased gardening activity (\$99,145).
- Higher than anticipated need for fire prevention reserve maintenance works (\$54,876).

The remaining balance of (\$59,379) consists of minor variances.

Materials & Related Costs (\$323,593).

- Contractors engaged to deliver amenity mowing services (\$124,202).
- Insurance policies higher than budgeted due to changed market conditions (\$84,455).
- Planning Investigation legal costs incurred (\$81,320).
- Increased requirement for major patching works to comply with the current Road Management Plan (\$35,462).

The remaining balance of \$1,846 consists of a number of minor timing variances across a large number of operational accounts.

Other Expenditure (\$115,018).

- Lease termination costs for waste vehicles that are no longer required (\$188,778).
- Unbudgeted expenses incurred during the pandemic to ensure the organisation is operating in a COVID safe manner (\$66,315).
- COVID-19 quick response business support grants (\$59,680).
- Unanticipated land tax expenditure (\$46,858).
- Walk To School program deferred due to school closures during COVID-19 lockdowns \$20,000.
- Community events have been deferred due to lockdown \$229,025.

The remaining balance of (\$2,412) consists of minor variances.

Financial Year Projects (\$597,326).

- Additional grant funding received has resulted in unbudgeted expenditure, including:
 - Outdoor dining (\$220,823)
 - Emergency Management Officer (\$38,438)
 - Biodiversity response planning - Sugarloaf link (\$37,004)
 - L2P learner driver program (\$29,578)
 - Corridors of Green (\$28,935)
 - Peri-urban weed partnership (\$28,248).
- Clean up costs associated with the wind storm event in November 2020 (\$75,806).
- Delayed receipt of invoice for housing strategy works completed in the 2019-20 financial year (\$33,499).
- Maintenance works as part of environmental offset programs (\$30,053).

The remaining balance of (\$74,942) consists of a number of minor variances.

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2. Statement of Capital Works

For the financial year to date 31 December 2020

Asset Class	YTD	YTD	YTD		Annual	YTD
	Budget	Actuals & Comm	Variance		Budget	Actuals & Comm
	\$	\$	\$	%	\$	\$
Bridges	17,900	18,928	(1,028)	(5.74)	1,272,480	18,928
Children's playground equipment	304,485	316,103	(11,618)	(3.82)	565,720	316,103
Commercial centres/major streetscapes	90,000	98,516	(8,516)	(9.46)	90,000	98,516
Disability access works	-	3,301	(3,301)	(100.00)	150,000	3,301
Drainage	398,894	410,583	(11,689)	(2.93)	649,558	410,583
Footpaths	3,480,870	3,499,290	(18,420)	(0.53)	5,312,686	3,499,290
Landfill closure/regional park	3,600,000	4,745,678	(1,145,678)	(31.82)	3,600,000	4,745,678
Major leisure centres & community halls	12,445,943	12,448,919	(2,976)	(0.02)	12,679,252	12,448,919
Other council buildings	718,473	772,678	(54,205)	(7.54)	3,609,376	772,678
Plant & vehicle replacement	639,296	639,132	164	0.03	1,271,915	639,132
Public open space	537,447	659,901	(122,454)	(22.78)	2,236,656	659,901
Recreation trails	4,612,896	4,620,294	(7,398)	(0.16)	10,676,459	4,620,294
Roads	1,147,353	1,134,764	12,589	1.10	7,837,822	1,134,764
Sportsfields & pavilions	5,999,225	7,306,446	(1,307,221)	(21.79)	10,222,914	7,306,446
Traffic works	203,059	249,805	(46,746)	(23.02)	2,578,428	249,805
Various/miscellaneous capital	1,041,976	1,760,112	(718,136)	(68.92)	1,133,656	1,760,112
Total	35,583,393	39,030,023	(3,446,630)	(9.69)	64,239,606	39,030,023
Renewal	2,781,768	2,836,306	(54,538)	(1.96)	7,346,593	2,836,306
New	9,226,720	10,117,147	(890,427)	(9.65)	17,176,690	10,117,147
Upgrade	18,123,034	20,578,561	(2,455,527)	(13.55)	31,964,883	20,578,561
Expansion	5,451,871	5,498,009	(46,138)	(0.85)	7,751,440	5,498,009
Total	35,583,393	39,030,023	(3,446,630)	(9.69)	64,239,606	39,030,023

Commentary:

The 2020-21 annual capital works program is underway and is tracking well, with a total spend variance of 9.69% percent over budget. This remains within annual budget projections. The variance is predominately attributable to:

New unbudgeted externally funded projects:

- Diamond Creek netball courts surface upgrade.
- Sports lighting upgrades across five facilities.

Additional expenditure:

- Plenty landfill commitments relating to consultants required to supervise and certify works completed.
- Kangaroo Ground landfill consultants engaged to complete preliminary works to enable a contract to be awarded.
- Eltham Central pavilion upgrade over budget due to additional building surveyor's requirements.
- Diamond Creek regional playspace access audit outcomes required additional signage and vegetation safety works.

The overall financial position of the capital works portfolio spend continues to be closely monitored.

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3. Treasury

a. Loans

Financial Institution	Start date	Term (years)	End date	Principal \$	Interest Rate %	Current Balance \$
CBA	30/06/2015	6	30/09/2021	1,480,000	2.42	1,480,000
LGFV	27/06/2014	7	12/11/2021	2,392,000	4.65	2,392,000
ANZ	29/06/2012	10	29/06/2022	1,000,000	5.52	187,105
CBA	28/06/2013	10	28/06/2023	400,000	5.86	122,808
NAB	28/06/2007	20	28/06/2027	2,200,000	6.96	1,036,458
NAB	27/06/2008	20	27/06/2028	3,647,000	7.87	2,030,886
NAB	10/06/2011	20	10/06/2031	2,120,000	7.91	1,502,806
ANZ	29/06/2012	20	29/06/2032	2,373,000	5.88	1,684,702
Total						10,436,765

b. Investment activities

Council carries out investment activities according to Section 143 of the Victorian Local Government Act 1989. All Council funds are invested with Authorised Deposit Taking Institutions (ADI's), in either cash, at call or term deposits. The following tables provide our investment portfolio by maturity and rating type.

Financial Institution	Green Investment	S & P Rating	Investment Type	Principal \$	Maturity Date	Term (days)	Interest Rate %
CBA		A1+	11:00am	1,415,743			0.30%
ME Bank	Yes	A2	11:00am	3,030,604			0.40%
ME Bank	Yes	A2	Term Deposit	1,000,000	4/01/2021	94	0.60%
NAB		A1+	Term Deposit	3,000,000	4/01/2021	91	0.60%
ME Bank	Yes	A2	Term Deposit	1,100,000	5/02/2021	120	0.60%
ME Bank	Yes	A2	Term Deposit	5,000,000	8/02/2021	151	0.65%
NAB		A1+	Term Deposit	4,500,000	28/02/2021	90	0.45%
NAB		A1+	Term Deposit	7,000,000	2/03/2021	90	0.45%
AMP		A2	Term Deposit	2,000,000	4/03/2021	182	0.80%
NAB		A1+	Term Deposit	1,500,000	6/04/2021	180	0.60%
BOQ	Yes	A2	Term Deposit	5,000,000	7/04/2021	183	0.63%
Macquarie		A1	Term Deposit	1,000,000	7/04/2021	183	0.55%
AMP		A2	Term Deposit	3,000,000	1/06/2021	182	0.70%
Bendigo	Yes	A2	Term Deposit	1,000,000	17/06/2021	182	0.40%
AMP		A2	Term Deposit	3,000,000	26/07/2021	241	0.70%
Total				42,546,347	Weighted average		0.56%

Financial Institution Rating	Investment \$	Portfolio %
A1+	17,415,743	40.93%
A1	1,000,000	2.35%
A2	24,130,604	56.72%
Total	42,546,347	100%

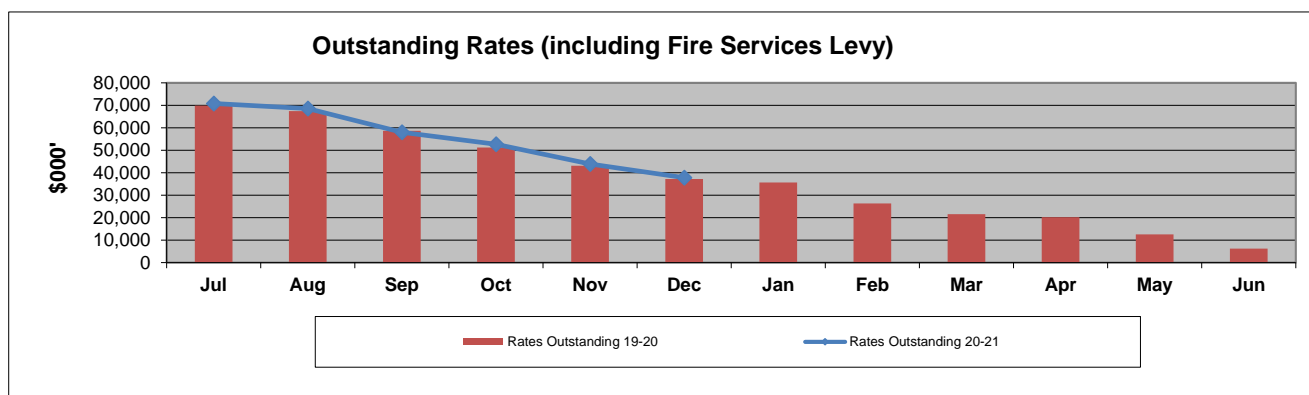
Council's current average rate of return on investments for the 2020-21 financial year is 0.56 percent and is compliant with Council's investment policy.

The portion of investment portfolio currently invested with green institutions is 37.91 percent.

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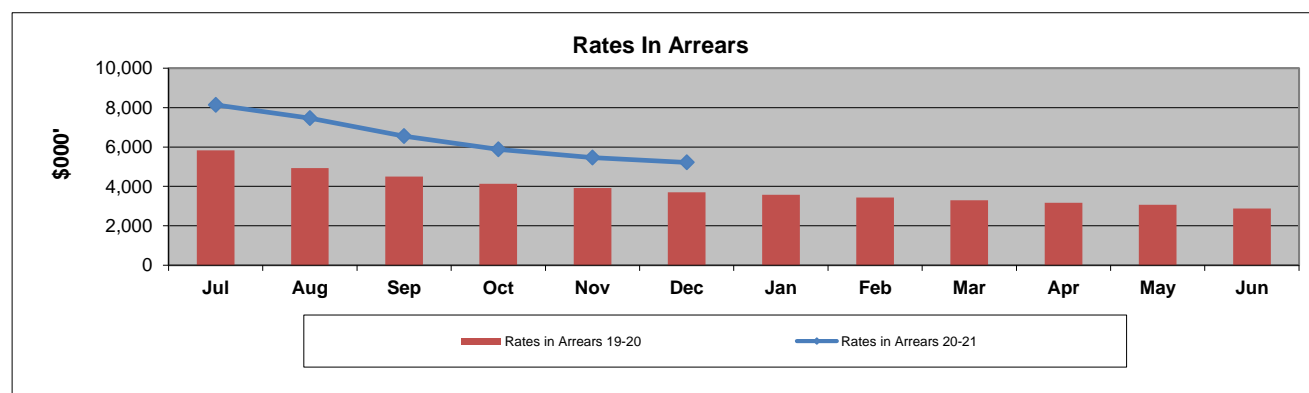
4. Rates Analysis

	YTD Actual 31-Dec-19 \$000'	YTD Actual 31-Dec-20 \$000'	Variance \$000'	Variance %
Rates Outstanding	37,235	37,794	(559)	(1.50)
Rates in Arrears (prior years)	3,703	5,216	(1,513)	(40.86)



As at 31 December 2020 the year to date actual Fire Service Levy charges outstanding are \$2,659,919; the outstanding rates balance is \$35,134,576.

When Council adopts the budget, rates are levied on properties and the full amount due is treated as income at that point.



Supplementary Valuations

Between the annual revaluation cycle, supplementary valuations are conducted to:

- record changes made to properties that affect property value,
- record changes to the rateability status, and
- consider any planning amendments made within the cycle.

Growth in the number of rateable assessments predominantly occurs as a result of developments within the Shire, creating assessments through subdivision of land and/or buildings.

Rateable properties at 1 July 2020	23,869
2020-21 growth	<u>87</u>
Rateable properties at 31 December 2020	<u>23,956</u>

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5. Grant Activity

The following table provides a summary of grant funding, greater than \$50,000, received for Council activities during the period 1 July 2020 to 31 December 2020.

Project Description	2020-21 Actuals YTD \$	Funding Body
Recurrent		
Eltham Childcare rebates	74,408	Department of Education and Training (Cwlth)
Panton Hill Childcare rebates	69,339	Department of Education and Training (Cwlth)
Maternal & Child Health universal funding	191,460	Department of Education and Training (Vic)
Living & Learning Vocational Education & Training	123,206	Department of Education and Training (Vic)
Best Start	60,323	Department of Education and Training (Vic)
Grants Commission - general purpose	392,504	Department of Environment, Land, Water and Planning
Grants Commission - roads	273,531	Department of Environment, Land, Water and Planning
Aged Care Regional Assessment Service funding	90,786	Department of Health and Human Services
Grow Communities Thriving Children	90,074	Department of Health and Human Services
Home & Community Care - transport	75,266	Department of Health and Human Services
School crossing supervision	271,845	VicRoads
Total Recurrent	1,712,742	
Non-Recurrent		
Council Plan / Grant Funded Initiatives		
Biodiversity response planning - Sugarloaf link	202,500	Department of Environment, Land, Water and Planning
Outdoor dining	500,000	Department of Jobs, Precincts and Regions
Working for Victoria	182,592	Department of Jobs, Precincts and Regions
Emergency Management Officer	80,000	Manningham City Council
Capital Works		
Diamond Creek Kinder playground upgrade	130,488	Department of Education and Training
Eltham South Preschool playground upgrade	62,700	Department of Education and Training
Local road and community infrastructure program upgrade	369,576	Department of Infrastructure, Transport, Regional Development and Communications
Diamond Valley Sports and Fitness Centre redevelopment	2,000,000	Department of Jobs, Precincts and Regions
Diamond Creek netball court surface upgrade	786,193	Department of Jobs, Precincts and Regions
Hurstbridge multi-use facility upgrade	705,000	Department of Jobs, Precincts and Regions
Sports lighting upgrades	591,616	Department of Jobs, Precincts and Regions
Solar panels	270,000	Department of Jobs, Precincts and Regions
Diamond Creek Trail construction Stage 1	1,289,470	Department of Transport
Total Non-Recurrent	7,170,135	

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6. Defined Benefit Superannuation Update

Council has an obligation to contribute to any funding shortfalls within the Local Authorities Superannuation Fund (LASF) Defined Benefit Plan.

The Australian Prudential Regulation Authority (APRA) standard SPS160 uses the Vested Benefits Index (VBI) as its primary measure of fund solvency. The VBI measures the market value of assets in a defined benefit portfolio against the benefits that members would have been entitled to if they had all resigned on the same day.

The independent Actuary to the fund calculates the VBI at 30 June each year. It is necessary for the VBI to be 100% or greater at 30 June each year.

Vision Super produces interim quarterly VBI estimates based on actual quarterly assets and membership.

The recent history of the LASF VBI is shown below:

Estimated Vested Benefit Index

Year	30 Sept (estimated) %	31 Dec (actual) %	31 Mar (actual) %	30 Jun (actual) %
2020/21	104.50	**		
2019/20	107.30	107.70	102.10	104.60
2018/19	106.90	101.90	105.40	107.10
2017/18	103.80	106.40	106.20	106.00

** The 31 December 2020 estimated figure is not yet available from Vision Super.

To enable Council to monitor this risk, reliance is placed on the actuarial reviews conducted on the fund on a periodic basis. The triennial actuarial investigation has recently been completed and the fund actuary found that the LASF Defined Benefit Plan was in a satisfactory financial position at 30 June 2020.

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