

Armidale Regional Council

Income Statement

for the year ended 30 June 2022

Original unaudited budget 2022 \$ '000		Notes	Actual 2022 \$ '000	Actual 2021 \$ '000
	Income from continuing operations			
36,731	Rates and annual charges	B2-1	37,609	35,117
24,551	User charges and fees	B2-2	29,146	24,991
3,392	Other revenues	B2-3	3,255	3,181
12,681	Grants and contributions provided for operating purposes	B2-4	16,139	15,780
36,207	Grants and contributions provided for capital purposes	B2-4	18,882	16,759
673	Interest and investment income	B2-5	470	628
–	Other income	B2-6	794	726
–	Net gain from the disposal of assets	B4-1	230	–
114,235	Total income from continuing operations		106,525	97,182
	Expenses from continuing operations			
25,724	Employee benefits and on-costs	B3-1	26,298	24,549
29,681	Materials and services	B3-2	30,906	26,277
1,259	Borrowing costs	B3-3	1,336	1,562
18,472	Depreciation, amortisation and impairment of non-financial assets	B3-4	23,244	22,189
1,860	Other expenses	B3-5	1,674	2,814
–	Net loss from the disposal of assets	B4-1	–	1,731
76,996	Total expenses from continuing operations		83,458	79,122
37,239	Operating result from continuing operations		23,067	18,060
37,239	Net operating result for the year attributable to Council		23,067	18,060
1,033	Net operating result for the year before grants and contributions provided for capital purposes		4,185	1,301

The above Income Statement should be read in conjunction with the accompanying notes.

Armidale Regional Council

Statement of Financial Position

as at 30 June 2022

	Notes	2022 \$ '000	Restated 2021 \$ '000	Restated 1 July 2020 \$ '000
ASSETS				
Current assets				
Cash and cash equivalents	C1-1	20,284	21,927	20,856
Investments	C1-2	85,987	59,379	51,295
Receivables	C1-4	12,392	11,200	9,175
Inventories	C1-5	1,433	2,235	1,027
Contract assets and contract cost assets	C1-6	244	3,338	3,073
Other		904	697	606
Non-Current assets classified as 'held for sale'	C1-7	–	–	1,359
Total current assets		121,244	98,776	87,391
Non-current assets				
Receivables	C1-4	261	284	312
Inventories	C1-5	2,007	1,013	–
Infrastructure, property, plant and equipment (IPPE) ¹	C1-8	992,957	970,274	901,616
Right of use assets	C2-1	330	240	279
Non-current assets classified as held for sale	C1-7	–	612	–
Total non-current assets ¹		995,555	972,423	902,207
Total assets ¹		1,116,799	1,071,199	989,598
LIABILITIES				
Current liabilities				
Payables	C3-1	10,572	9,038	8,437
Contract liabilities	C3-2	12,368	6,852	7,245
Lease liabilities	C2-1	48	27	26
Borrowings	C3-3	3,169	2,988	2,831
Employee benefit provisions	C3-4	6,749	7,153	7,329
Total current liabilities		32,906	26,058	25,868
Non-current liabilities				
Lease liabilities	C2-1	336	241	253
Borrowings	C3-3	20,532	17,944	20,946
Employee benefit provisions	C3-4	432	350	383
Provisions	C3-5	12,193	14,295	23,604
Total non-current liabilities		33,493	32,830	45,186
Total liabilities		66,399	58,888	71,054
Net assets ¹		1,050,400	1,012,311	918,544
EQUITY				
Accumulated surplus ¹	C4-1	928,588	905,521	887,461
IPPE revaluation reserve	C4-1	121,812	106,790	31,083
Council equity interest ¹		1,050,400	1,012,311	918,544
Total equity ¹		1,050,400	1,012,311	918,544

The above Statement of Financial Position should be read in conjunction with the accompanying notes.

Armidale Regional Council

Statement of Cash Flows

for the year ended 30 June 2022

Original unaudited budget 2022 \$ '000		Notes	Actual 2022 \$ '000	Actual 2021 \$ '000
Cash flows from operating activities				
<i>Receipts:</i>				
36,731	Rates and annual charges		37,225	35,185
24,551	User charges and fees		27,774	26,503
673	Interest received		448	773
48,889	Grants and contributions		43,771	29,191
–	Bonds, deposits and retentions received		53	–
3,392	Other		1,809	4,738
<i>Payments:</i>				
(25,724)	Payments to employees		(26,430)	(24,956)
(20,133)	Payments for materials and services		(31,783)	(28,619)
(1,134)	Borrowing costs		(1,312)	(1,971)
(11,408)	Other		(1,672)	(4,556)
55,837	Net cash flows from operating activities	G1-1	49,883	36,288
Cash flows from investing activities				
<i>Receipts:</i>				
1,010	Redemption of term deposits		42,000	46,000
–	Proceeds from sale of IPPE		1,320	1,874
–	Deferred debtors receipts		23	28
<i>Payments:</i>				
–	Purchase of investments		–	(12,069)
–	Acquisition of term deposits		(68,608)	(42,042)
(65,275)	Payments for IPPE		(28,235)	(23,819)
–	Payment of Real Estate Development costs		(765)	(2,333)
(64,265)	Net cash flows from investing activities		(54,265)	(32,361)
Cash flows from financing activities				
<i>Receipts:</i>				
9,770	Proceeds from borrowings		–	–
<i>Payments:</i>				
(2,988)	Repayment of borrowings		2,769	(2,845)
–	Principal component of lease payments		(30)	(11)
6,782	Net cash flows from financing activities		2,739	(2,856)
(1,646)	Net change in cash and cash equivalents		(1,643)	1,071
21,897	Cash and cash equivalents at beginning of year		21,927	20,856
20,251	Cash and cash equivalents at end of year	C1-1	20,284	21,927
48,423	plus: Investments on hand at end of year	C1-2	85,987	59,379
68,674	Total cash, cash equivalents and investments		106,271	81,306

The above Statement of Cash Flows should be read in conjunction with the accompanying notes.

D Council structure

D1 Results by fund

General fund refers to all Council activities other than water and sewer. All amounts disclosed in this note are gross i.e. inclusive of internal charges and recoveries made between the funds. Assets and liabilities shown in the water and sewer columns are restricted for use for these activities.

D1-1 Income Statement by fund

	General 2022 \$ '000	Water 2022 \$ '000	Sewer 2022 \$ '000
Income from continuing operations			
Rates and annual charges	27,955	3,046	6,608
User charges and fees	20,555	8,337	254
Interest and investment revenue	119	247	104
Other revenues	1,843	38	1,374
Grants and contributions provided for operating purposes	16,144	(5)	–
Grants and contributions provided for capital purposes	16,088	2,307	487
Net gains from disposal of assets	230	–	–
Other income	794	–	–
Total income from continuing operations	83,728	13,970	8,827
Expenses from continuing operations			
Employee benefits and on-costs	23,227	1,760	1,311
Materials and services	23,504	3,811	3,591
Borrowing costs	956	380	–
Depreciation, amortisation and impairment of non-financial assets	18,006	3,534	1,704
Other expenses	1,652	22	–
Total expenses from continuing operations	67,345	9,507	6,606
Operating result from continuing operations	16,383	4,463	2,221
Net operating result for the year	16,383	4,463	2,221
Net operating result attributable to each council fund	16,383	4,463	2,221
Net operating result for the year before grants and contributions provided for capital purposes	295	2,156	1,734

D1-2 Statement of Financial Position by fund

	General 2022 \$ '000	Water 2022 \$ '000	Sewer 2022 \$ '000
ASSETS			
Current assets			
Cash and cash equivalents	20,284	–	–
Investments	24,249	38,587	23,151
Receivables	9,816	2,322	254
Inventories	830	–	603
Contract assets and contract cost assets	–	244	–
Other	904	–	–
Total current assets	56,083	41,153	24,008
Non-current assets			
Receivables	261	–	–
Inventories	2,007	–	–
Infrastructure, property, plant and equipment	701,574	182,282	109,101
Right of use assets	330	–	–
Total non-current assets	704,172	182,282	109,101
Total assets	760,255	223,435	133,109
LIABILITIES			
Current liabilities			
Payables	10,501	71	–
Income received in advance	(159)	159	–
Contract liabilities	12,264	104	–
Lease liabilities	48	–	–
Borrowings	2,888	281	–
Employee benefit provision	6,749	–	–
Total current liabilities	32,291	615	–
Non-current liabilities			
Lease liabilities	336	–	–
Borrowings	11,175	9,357	–
Employee benefit provision	432	–	–
Provisions	12,193	–	–
Total non-current liabilities	24,136	9,357	–
Total liabilities	56,427	9,972	–
Net assets	703,828	213,463	133,109
EQUITY			
Accumulated surplus	613,235	194,287	121,066
Revaluation reserves	90,590	19,177	12,045
Council equity interest	703,825	213,464	133,111
Total equity	703,825	213,464	133,111