

Financial performance and sustainability ratios

CASH / LIQUIDITY POSITION

Indicator # 1 - Cash / Liquidity Position - after accounting for external reserves

Indicator Title: Unrestricted Current Ratio

Indicator Definition: Current Assets less Externally Restricted Current Assets / Current Liabilities less Specific Purpose Current Liabilities

Indicator / Local Government Benchmark: Greater than 2:1
Between 1:1 and 2:1
Less than 1:1
Successive years > 10:1

2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22	2022/23	2023/24	2024/25
2.99	2.39	2.01	2.41	2.69	2.70	2.71	2.68	2.63	2.60	2.59

Commentary:
Council's liquidity is satisfactory and it can pay its debts as they fall due.

OPERATING RESULT

Indicator # 2 - Operating Result - using trend analysis

Indicator Title: Result from Continuing Operations before Capital Grants & Contributions

Indicator Definition: Result from ordinary operations before receipt of Capital Grants and Contributions ie. Operating Result or 'Profit' after depreciation

Indicator / Local Government Benchmark: Three (3) successive surplus
Surplus
Deficit

2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22	2022/23	2023/24	2024/25
2,266	13,637	4,795	11,984	9,637	7,849	7,874	7,414	6,976	6,265	5,748

Commentary:
Council continues to generate sufficient revenue to cover its operating expenditure.

ASSET RENEWAL EXPENDITURE

Indicator # 3 - Asset Renewal Expenditure

Indicator Title: Asset Renewal Expenditure

Indicator Definition: Capital Renewal Capacity - amount of funds spent on renewing assets (as opposed to maintaining them = Capital Expenditure on Existing Assets/Annual Depreciation)

Indicator / Local Government Benchmark: 1 to 1
Less than 1:1

2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22	2022/23	2023/24	2024/25
2.18	1.49	1.63	1.10	1.07	1.05	1.05	1.05	1.05	1.05	1.05

Commentary:
This is a longer term indicator of the condition and cost to maintain public infrastructure assets. A strategic approach to asset management has now been adopted and Council will be able to meet its ongoing asset renewal requirements.

DEBT SERVICE RATIO

Indicator # 4 - Debt Service Ratio

Indicator Title: Debt Service Ratio

Indicator Definition: Net Debt Service Cost/Total Revenue from Ordinary Activities

Indicator / Local Government Benchmark: <10%
10%-15%
>15%

2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22	2022/23	2023/24	2024/25
0.06%	0.72%	0.91%	0.85%	0.82%	0.79%	0.77%	0.75%	0.73%	0.71%	0.48%

Commentary:
This indicator shows the amount of annual revenue necessary to service annual debt obligations (loan repayments).

