

# Statement of Financial Performance

FOR THE YEAR ENDED 30 JUNE 2008

	NOTE	COUNCIL			GROUP	
		ACTUAL 2008 \$000	BUDGET 2008 \$000	ACTUAL 2007 \$000	ACTUAL 2008 \$000	ACTUAL 2007 \$000
<b>INCOME</b>						
Revenue from rates	1	191,373	192,009	183,164	191,373	183,164
Revenue from operating activities	2	109,074	102,121	103,907	126,045	120,543
Revenue from investment property leases		13,577	11,468	13,286	13,577	13,286
Other revenues and gains	3	39,166	4,975	43,988	38,960	43,990
Finance income	4	7,253	5,589	7,785	2,059	2,687
<b>TOTAL INCOME</b>		<b>360,443</b>	<b>316,162</b>	<b>352,130</b>	<b>372,014</b>	<b>363,670</b>
<b>EXPENSE</b>						
Finance expense	4	21,167	20,258	16,851	21,259	16,955
Expenditure on operating activities	5	250,146	228,901	236,833	265,712	253,520
Depreciation and amortisation	6	63,615	63,043	62,724	65,270	64,253
<b>TOTAL EXPENSE</b>		<b>334,928</b>	<b>312,202</b>	<b>316,408</b>	<b>352,241</b>	<b>334,728</b>
<b>TOTAL OPERATING SURPLUS</b>		<b>25,515</b>	<b>3,960</b>	<b>35,722</b>	<b>19,773</b>	<b>28,942</b>
Share of equity accounted surplus / (deficit) from associates	37	-	-	-	15,093	7,127
<b>NET SURPLUS BEFORE TAXATION</b>		<b>25,515</b>	<b>3,960</b>	<b>35,722</b>	<b>34,866</b>	<b>36,069</b>
Income tax expense	7	-	-	-	-	-
<b>NET SURPLUS FOR THE YEAR</b>		<b>25,515</b>	<b>3,960</b>	<b>35,722</b>	<b>34,866</b>	<b>36,069</b>

## EXPLANATION OF COUNCIL NET SURPLUS

The Council has recorded a net surplus of \$25.52 million, compared to a budget surplus of \$3.96 million.

The most significant contributing factor is the fair value adjustments relating to the revaluation movements of the Council's investment properties. These fair value gains are unbudgeted. The impact of these revaluations is an unbudgeted \$22.62 million unrealised gain.

For further explanation of the surplus please refer to Note 30.