



**Burwood**  
Inc.1874

**DRAFT  
FINANCIAL REPORTS  
FOR THE YEAR ENDED  
30 JUNE 2020**





## Income Statement

for the year ended 30 June 2020

Original unaudited budget 2020	\$ '000	Notes	Actual 2020	Actual 2019
<b>Income from continuing operations</b>				
29,276	Rates and annual charges	3a	30,448	28,600
10,929	User charges and fees	3b	9,477	11,151
4,723	Other revenues	3c	4,949	5,502
3,517	Grants and contributions provided for operating purposes	3d,3e	3,210	3,438
4,530	Grants and contributions provided for capital purposes	3d,3e	34,278	10,002
1,430	Interest and investment income	4	1,398	1,828
–	Fair value increment on investment properties	11	360	160
–	Rental income	14e	317	–
–	Net share of interests in joint ventures and associates using the equity method	19	3	–
<b>54,405</b>	<b>Total income from continuing operations</b>		<b>84,440</b>	<b>60,681</b>
<b>Expenses from continuing operations</b>				
21,693	Employee benefits and on-costs	5a	20,403	19,649
333	Borrowing costs	5b	378	345
11,653	Materials and contracts	5c	16,882	12,943
7,335	Depreciation and amortisation of intangible assets and IPP&E	5d	8,058	7,505
9,783	Other expenses	5e	8,852	8,370
–	Net losses from the disposal of assets	6	1,672	487
–	Net share of interests in joint ventures and associates using the equity method	19	–	13
<b>50,797</b>	<b>Total expenses from continuing operations</b>		<b>56,245</b>	<b>49,312</b>
<b>3,608</b>	<b>Operating result from continuing operations</b>		<b>28,195</b>	<b>11,369</b>
<b>3,608</b>	<b>Net operating result for the year</b>		<b>28,195</b>	<b>11,369</b>
3,608	Net operating result attributable to council		28,195	11,369
(922)	<b>Net operating result for the year before grants and contributions provided for capital purposes</b>		(6,083)	1,367

The Council has not restated comparatives when initially applying AASB 1058 *Income of Not-for-Profit Entities*, AASB 15 *Revenue from Contracts with Customers* and AASB 16 *Leases*. The comparative information has been prepared under AASB 111 *Construction Contracts*, AASB 118 *Revenue*, AASB 1004 *Contributions*, AASB 117 *Leases* and related Accounting Interpretations.

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

## Statement of Comprehensive Income

for the year ended 30 June 2020

\$ '000	Notes	2020	2019
<b>Net operating result for the year (as per Income Statement)</b>		<b>28,195</b>	<b>11,369</b>
<b>Other comprehensive income:</b>			
Amounts which will not be reclassified subsequently to the operating result			
Gain (loss) on revaluation of IPP&E	10(a)	(13,472)	4,728
Other comprehensive income – joint ventures and associates <sup>1</sup>	19	(108)	(1)
<b>Total items which will not be reclassified subsequently to the operating result</b>		<b>(13,580)</b>	<b>4,727</b>
<b>Total other comprehensive income for the year</b>		<b>(13,580)</b>	<b>4,727</b>
<b>Total comprehensive income for the year</b>		<b>14,615</b>	<b>16,096</b>
 Total comprehensive income attributable to Council		 14,615	 16,096

(1) Joint Venture - Roundings variation from 2017-18

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

# Statement of Financial Position

as at 30 June 2020

\$ '000	Notes	2020	2019
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	7(a)	10,781	1,941
Investments	7(b)	47,250	60,250
Receivables	8	4,000	4,495
Other	9	680	490
<b>Total current assets</b>		<b>62,711</b>	<b>67,176</b>
<b>Non-current assets</b>			
Investments	7(b)	—	3,000
Infrastructure, property, plant and equipment	10(a)	489,027	465,443
Investment property	11	4,340	3,980
Intangible Assets	12	330	331
Right of use assets	14a	1,296	—
Investments accounted for using the equity method	19	15	120
<b>Total non-current assets</b>		<b>495,008</b>	<b>472,874</b>
<b>Total assets</b>		<b>557,719</b>	<b>540,050</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Payables	15	11,069	9,112
Income received in advance	15	—	967
Contract liabilities	13b	3,697	—
Lease liabilities	14b	206	—
Borrowings	15	721	690
Provisions	16	6,976	7,022
<b>Total current liabilities</b>		<b>22,669</b>	<b>17,791</b>
<b>Non-current liabilities</b>			
Lease liabilities	14b	1,107	—
Borrowings	15	5,487	6,208
Provisions	16	179	130
<b>Total non-current liabilities</b>		<b>6,773</b>	<b>6,338</b>
<b>Total liabilities</b>		<b>29,442</b>	<b>24,129</b>
<b>Net assets</b>		<b>528,277</b>	<b>515,921</b>
<b>EQUITY</b>			
Accumulated surplus	17	250,537	224,709
Revaluation reserves	17	277,740	291,212
<b>Council equity interest</b>		<b>528,277</b>	<b>515,921</b>
<b>Total equity</b>		<b>528,277</b>	<b>515,921</b>

The Council has not restated comparatives when initially applying AASB 1058 *Income of Not-for-Profit Entities*, AASB 15 *Revenue from Contracts with Customers* and AASB 16 *Leases*. The comparative information has been prepared under AASB 111 *Construction Contracts*, AASB 118 *Revenue*, AASB 1004 *Contributions*, AASB 117 *Leases* and related Accounting Interpretations.

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

## Statement of Changes in Equity

for the year ended 30 June 2020

\$ '000	Notes	as at 30/06/20			as at 30/06/19		
		Accumulated surplus	IPP&E revaluation reserve	Total equity	Accumulated surplus	IPP&E revaluation reserve	Total equity
Opening balance		224,709	291,212	515,921	213,341	286,484	499,825
Changes due to AASB 1058 and AASB 15 adoption	17	(2,259)	–	(2,259)	–	–	–
Changes due to AASB 16 adoption	17	–	–	–	–	–	–
Net operating result for the year		28,195	–	28,195	11,369	–	11,369
<b>Restated net operating result for the period</b>		<b>28,195</b>	<b>–</b>	<b>28,195</b>	<b>11,369</b>	<b>–</b>	<b>11,369</b>
<b>Other comprehensive income</b>							
– Gain (loss) on revaluation of IPP&E	10(a)	–	(13,472)	(13,472)	–	4,728	4,728
– Joint ventures and associates	19	(108)	–	(108)	(1)	–	(1)
<b>Other comprehensive income</b>		<b>(108)</b>	<b>(13,472)</b>	<b>(13,580)</b>	<b>(1)</b>	<b>4,728</b>	<b>4,727</b>
<b>Total comprehensive income</b>		<b>28,087</b>	<b>(13,472)</b>	<b>14,615</b>	<b>11,368</b>	<b>4,728</b>	<b>16,096</b>
<b>Equity – balance at end of the reporting period</b>		<b>250,537</b>	<b>277,740</b>	<b>528,277</b>	<b>224,709</b>	<b>291,212</b>	<b>515,921</b>

The Council has not restated comparatives when initially applying AASB 1058 *Income of Not-for-Profit Entities*, AASB 15 *Revenue from Contracts with Customers* and AASB 16 *Leases*. The comparative information has been prepared under AASB 111 *Construction Contracts*, AASB 118 *Revenue*, AASB 1004 *Contributions*, AASB 117 *Leases* and related Accounting Interpretations.

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes.

# Statement of Cash Flows

for the year ended 30 June 2020

Original unaudited budget 2020	\$ '000	Notes	Actual 2020	Actual 2019
<b>Cash flows from operating activities</b>				
<b>Receipts:</b>				
29,244	Rates and annual charges		30,315	28,470
10,929	User charges and fees		9,961	11,275
1,418	Investment and interest revenue received		1,698	1,689
11,338	Grants and contributions		16,823	14,088
1,500	Bonds, deposits and retention amounts received		1,502	1,220
3,385	Other		9,386	7,827
<b>Payments:</b>				
(21,628)	Employee benefits and on-costs		(19,868)	(19,324)
(11,820)	Materials and contracts		(20,724)	(14,585)
(334)	Borrowing costs		(378)	(342)
(1,500)	Bonds, deposits and retention amounts refunded		(1,429)	(1,825)
(8,383)	Other		(9,616)	(9,087)
14,149	<b>Net cash provided (or used in) operating activities</b>	18b	17,670	19,406
<b>Cash flows from investing activities</b>				
<b>Receipts:</b>				
30,000	Sale of investment securities		70,000	25,250
950	Sale of infrastructure, property, plant and equipment		401	2,293
<b>Payments:</b>				
(30,000)	Purchase of investment securities		(54,000)	(38,500)
(13,215)	Purchase of infrastructure, property, plant and equipment		(24,180)	(13,550)
(200)	Purchase of intangible assets		(160)	(549)
(12,465)	<b>Net cash provided (or used in) investing activities</b>		(7,939)	(25,056)
<b>Cash flows from financing activities</b>				
<b>Receipts:</b>				
–	Proceeds from borrowings and advances		–	1,000
<b>Payments:</b>				
(708)	Repayment of borrowings and advances		(690)	(596)
–	Lease liabilities (principal repayments)		(201)	–
(708)	<b>Net cash flow provided (used in) financing activities</b>		(891)	404
976	<b>Net increase/(decrease) in cash and cash equivalents</b>		8,840	(5,246)
–	Plus: cash and cash equivalents – beginning of year	18a	1,941	7,187
976	<b>Cash and cash equivalents – end of the year</b>	18a	10,781	1,941
–	plus: Investments on hand – end of year	7(b)	47,250	63,250
976	<b>Total cash, cash equivalents and investments</b>		58,031	65,191

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