**Treasurer’s Report on SIRA’s June 2018 Management accounts**

Dear Committee

Attached are Management Accounts for the association covering the twelve months to 30 June 2018.

June has been the first month in some time where water sales have settled back to normal levels after months of very dry conditions. So, a month very close to budget that means the full financial year result remains at a very healthy surplus of over $27,000.

***Tab marked ‘Jun P&L with budget’***

This shows the full month result; a net loss of $576 on a turnover of $8,845. The budget for June was for a loss of $458, and there is very little variance in each of the income and expense categories. A ‘loss’ for June is not unexpected because it is the month that we bring to account a full year of depreciation and we also hound our contractors a little more vigorously for them to submit their invoices by 30 June.

***Tab marked ‘YTD P&L with budget’ (YTD is year-to-date)***

Full year to 30 June 2018, water sales are ahead of budget by 31%, and most expense categories are under budget except where they increase in line with water sales, such as water rates paid to Council. The annual surplus of $27,268 is ahead of budget by $22,580.

Water sales as measured in kL are 31.4% higher for the 12 month period than compared to the same period last year. This is associated with a fall in local rainfall of 43.6% using the same period comparison. (Rainfall based on BOM readings at Terrey Hills).

Our tireless Water Monitors managed the booking and sales of around 22.5 million litres of water, up from 17 million the previous year.

***Tab marked ‘Activity P&L’***

This tab shows the organisation result split up by activity. At present there is no ‘admin’ charge or similar to show how ‘core’ SIRA activities support the Emergency Water activity. The unadjusted Activity P&L therefore shows Memberships as in a loss for the year, and EW in substantial surplus. Beginning July 1, SIRA accounts will show a small and regular admin charge from Memberships to the EW activity.

***Tab marked ‘Balance sheet’***

SIRA enjoys a strong asset situation (net assets of $166,234). The association is solvent.

***Forthcoming events***

The Water Co-ordinator has informed me that a number of standpipe valves in the EW system require replacement. Cass and Matt will be assessing the number and cost in the next month.

Regards

Boyd Attewell