

The Relevant Measures of Financial Sustainability

Key financial sustainability metrics	Target	Budget	Forecast									
		Jun-19B	Jun-20F	Jun-21F	Jun-22F	Jun-23F	Jun-24F	Jun-25F	Jun-26F	Jun-27F	Jun-28F	
Operating surplus ratio	0% to 10%	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Cash expense cover ratio	> 3 months	12.4	13.1	13.9	13.0	11.8	12.0	11.5	11.0	10.6	10.4	
Asset sustainability ratio	> 90%	2.4	1.1	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	
Average useful life of depreciable assets		33.2	32.3	31.9	31.7	32.0	31.8	31.7	31.7	31.6	31.6	
Net financial liabilities ratio	<= 60%	(0.4)	(0.4)	(0.3)	(0.3)	(0.3)	(0.4)	(0.4)	(0.4)	(0.4)	(0.4)	
Council controlled revenue ratio	> 60%	0.7	0.7	0.7	0.7	0.7	0.7	0.7	0.7	0.7	0.7	
Total debt service cover ratio	> 2 times	9.0	7.7	6.5	6.6	6.9	8.1	8.6	8.9	9.2	9.6	
Capital expenditure ratio		3.7	2.1	1.6	1.5	1.8	1.5	1.5	1.5	1.5	1.5	