

Summary of Victorian Auditor-General's Office Reports – Macedon Ranges Shire

VAGO Indicator / Risk	2012/13	2013/14
Financial Sustainability Assessment (overall):	Green (low risk)	Green (low risk)
Underlying Result: <i>Low</i> -10% or less <i>Medium</i> -10% to 0% <i>High</i> 0% +	2009–2013: Low risk. Trend: 'deteriorating'. Forecast: Low risk 2014 and 2015; medium risk 2017. Forecast trend: 'deteriorating'. <i>Above Large Shire average 2009–2013, but below Large Shire average in 2011 and all 2014-2016 Forecast years.</i>	2014 Low risk. Trend: 'deteriorating'. Forecast: Low risk 2015, medium risk 2016 and 2017. Forecast trend: 'deteriorating'. Five year mean (2010-2014) falls from 9.77 to 6.52. <i>2014 is above Large Shire average but all Forecast years (2015-2017) are well below Large Shire average.</i>
Liquidity: <i>Low</i> 1.5 + <i>Medium</i> 1.0 – 1.5 <i>High</i> 1.0 or less	Low risk, no trends. <i>Below Large Shire average 2009 – 2013; above Large Shire average for Forecast 2014-2016.</i>	2014 Low risk, no trends. Medium risk all forecast years 2015- 2017. Five year mean (2010-2014) falls from 1.81 to 1.71. <i>Below Large Shire average across all previous and Forecast years.</i>
Indebtedness: <i>Low</i> 40% or less <i>Medium</i> 40% - 60% <i>High</i> 60% +	Low risk 2009-2013. Trend 'improving'. Forecast 2014-2016 trend: 'deteriorating'. <i>Above Large Shire average 2010 to 2014, then below 2015 and 2016.</i>	2014 Low risk. Trend 'improving' 2010-2014. Forecast 2015-2017 trend: 'deteriorating'. Five year mean (2010-2014) improves from 21.19% to 19.47%. <i>Above Large Shire average all years but almost the same 2017.</i>
Self-financing: <i>Low</i> 20% + <i>Medium</i> 10% - 20% <i>High</i> Below 10%	2009 – 2013: Low risk except 2011 (medium risk). Trend: 'Deteriorating' Forecast 2014 – 2016: Medium risk 2014. Trend: 'Improving'. <i>Above Large Shire average 2009, 2010, but below Large Shire average in remaining previous and all forecast years.</i>	2014: Medium risk. Forecast: Low risk 2015 and 2016, medium risk 2017. Trend: 'Deteriorating' across all years. Five year mean (2010-2014) drops from 26.74% to 24.04%. <i>Above Large Shire average 2010, but below Large Shire average all other previous and Forecast years.</i>
Capital Replacement: <i>Low</i> 1.5 + <i>Medium</i> 1.0 – 1.5 <i>High</i> 1.0 or less	Low risk 2010, 2012 and 2013. Medium risk 2009 and 2011. Forecast 2014-2016: Medium risk in all years. No Trends.	2014: Medium risk. No trend. Forecast: Low risk 2015, Medium risk 2016. HIGH risk 2017. Forecast trend is 'deteriorating'. Five year mean (2010-2014) drops from

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	<p><i>Above Large Shire average in 2010, 2012, 2013 but below Large Shire average 2009 and 2011, and all forecast years 2014-2016.</i></p>	<p>1.68 to 1.65. <i>Above Large Shire average in Forecast 2015, but below in 2014, and Forecast 2016, 2017.</i></p>
<p>Renewal Gap:</p> <p><i>Low 1.0 +</i> <i>Medium 0.5-1.0</i> <i>High 0.5 or less</i></p>	<p>Low risk 2010, 2012, 2013. Medium risk 2009 and 2011. No Forecasts or trends provided.</p> <p><i>Below Large Shire average 2009 and 2011, but above Large Shire average 2010, 2012, 2013.</i></p>	<p>2014 Medium risk. No Forecasts or trends provided. Five year mean (2010-2014) improves from 1.11 to 1.12. <i>Below Large Shire average in 2014.</i></p>