

**GLASSHOUSE FINANCIAL PROJECTIONS  
ENCLOSED WITH PMHC LETTER OF 11 JUNE 2010**

Income Statement  
[The Glasshouse][2010/11 Original Budget]

	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20
<b>OPERATING REVENUES</b>											
Rates & Annual Charges	67,500	71,300	73,439	75,642	77,911	80,249	82,656	85,136	87,690	90,321	93,030
User Charges & Fees	5,000	20,200	20,806	21,430	22,073	22,735	23,417	24,120	24,843	25,589	26,356
Interest Received	0	0	0	0	0	0	0	0	0	0	0
Grants & Contributions	-73,475	-29,000	-29,870	-30,766	-31,689	-32,640	-33,619	-34,628	-35,666	-36,736	-37,838
Other Operating Receipts	-749,186	-768,038	-791,079	-814,812	-839,258	-864,434	-890,367	-917,078	-944,590	-972,928	-1,002,115
Grant & Contributions - Capital	0	0	0	0	0	0	0	0	0	0	0
(Gain)/Loss on Disposal of Assets	0	0	0	0	0	0	0	0	0	0	0
<b>Total Operating Revenues</b>	<b>-750,161</b>	<b>-705,638</b>	<b>-726,704</b>	<b>-748,505</b>	<b>-770,960</b>	<b>-794,089</b>	<b>-817,912</b>	<b>-842,449</b>	<b>-867,723</b>	<b>-893,754</b>	<b>-920,567</b>
<b>OPERATING EXPENSES</b>											
Employee Costs	1,178,340	1,385,572	1,454,302	1,526,452	1,602,192	1,681,702	1,765,169	1,852,791	1,944,775	2,041,339	2,142,711
Materials & Contracts	1,124,739	1,126,506	1,160,301	1,195,110	1,230,963	1,267,892	1,305,929	1,345,107	1,385,460	1,427,024	1,469,835
Interest Paid	2,293,394	2,203,651	2,122,868	2,019,336	1,916,451	1,802,275	1,682,655	1,375,925	1,424,088	1,280,547	1,149,602
Other Operating Payments	267,000	390,900	408,755	427,452	447,032	467,537	489,011	511,503	535,060	559,734	585,580
Depreciation	2,000,000	2,000,000	2,060,000	2,121,800	2,185,454	2,251,018	2,318,548	2,388,105	2,459,748	2,533,540	2,609,546
Overhead - Internal Transfer	224,773	396,599	408,497	420,752	433,374	446,376	459,767	473,560	487,767	502,400	517,472
<b>Total Operating Expenses</b>	<b>7,088,246</b>	<b>7,503,228</b>	<b>7,614,723</b>	<b>7,710,902</b>	<b>7,815,466</b>	<b>7,916,799</b>	<b>8,021,079</b>	<b>8,146,890</b>	<b>8,236,898</b>	<b>8,344,584</b>	<b>8,474,746</b>
<b>Operating Result Before Capital Amounts</b>	<b>6,338,085</b>	<b>6,797,690</b>	<b>6,888,019</b>	<b>6,962,396</b>	<b>7,044,506</b>	<b>7,122,710</b>	<b>7,203,168</b>	<b>7,104,541</b>	<b>7,369,175</b>	<b>7,450,830</b>	<b>7,554,179</b>
<b>Change in Net Assets Resulting from Operations</b>	<b>6,338,085</b>	<b>6,797,690</b>	<b>6,888,019</b>	<b>6,962,396</b>	<b>7,044,506</b>	<b>7,122,710</b>	<b>7,203,168</b>	<b>7,104,541</b>	<b>7,369,175</b>	<b>7,450,830</b>	<b>7,554,179</b>

**FROM PMHC LETTER 11 JUNE 2010**

In relation to the Glasshouse Capital Works Programme I advise that the only expenditure item allocated, at this stage, for the next 20 years is for art purchases for the Regional Art Gallery – please refer to spreadsheet attached to this letter – and the allocation of \$100,000 per year into a Reserve to fund future capital works at the Glasshouse.

**Lake Cathie Progress Association notes / questions:**

CAPITAL EXPENDITURE

- **THE ABOVE REFERENCE TO PURCHASES FOR THE REGIONAL ART GALLERY OVER THE NEXT 20 YEARS HAS A TOTAL COST OF:** **\$313,500**
- **20 YEAR TOTAL OF \$100K CAPITAL EXPENSES YEAR (Plus CPI?)** **: \$2.313 MILLION**

LOAN REPAYMENTS – NOT INCLUDED ABOVE

- QUESTIONS:** 1) BELIEVE TOTAL BORROWINGS ABOUT **\$39 MILLION (Need confirmation)**  
 2) LOAN PERIOD / ANNUAL REPAYMENTS **YEARS \$????**

PORT MACQUARIE  
HASTINGS