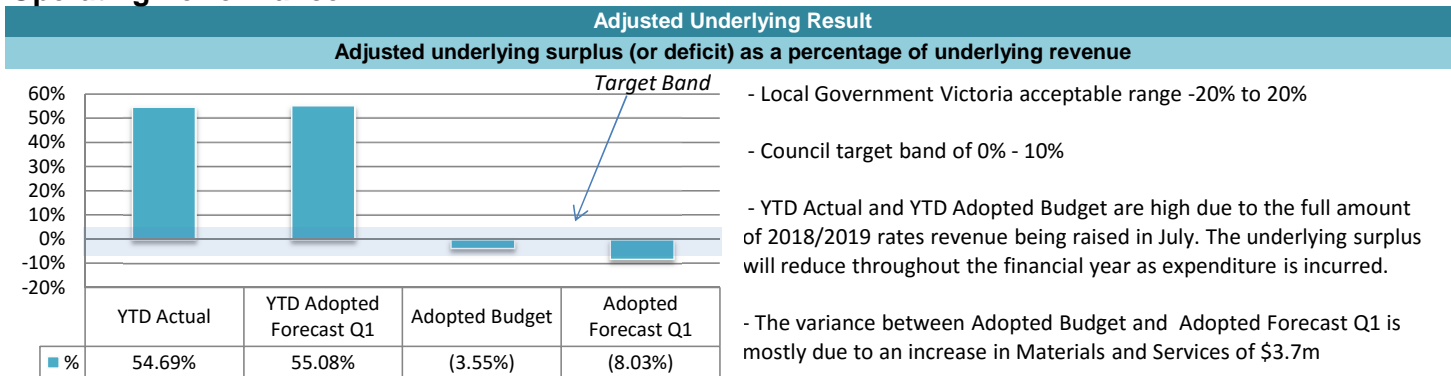
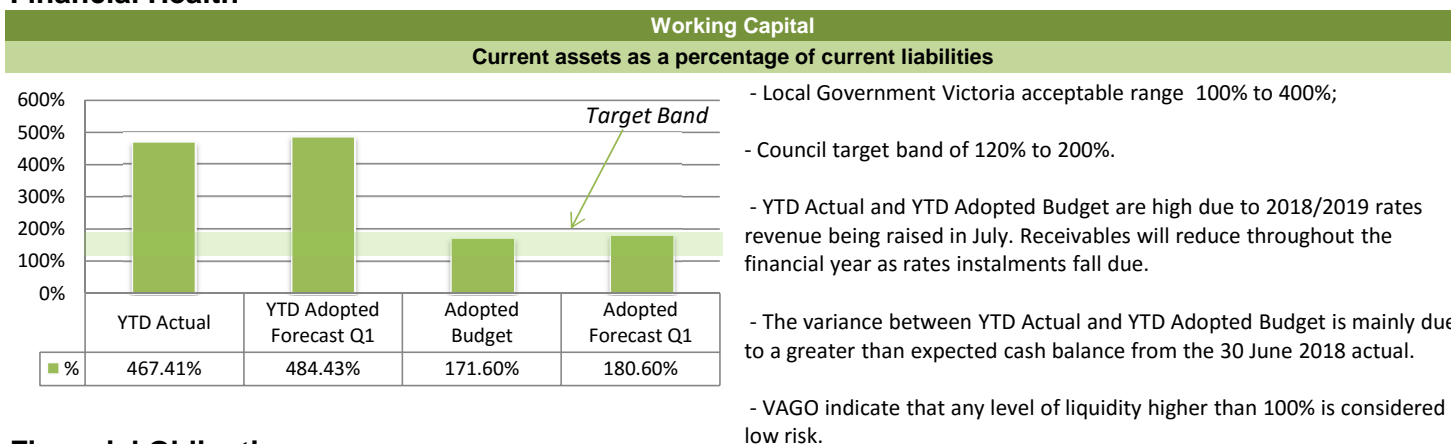


# MONTHLY FINANCIAL REPORT OCTOBER 2018

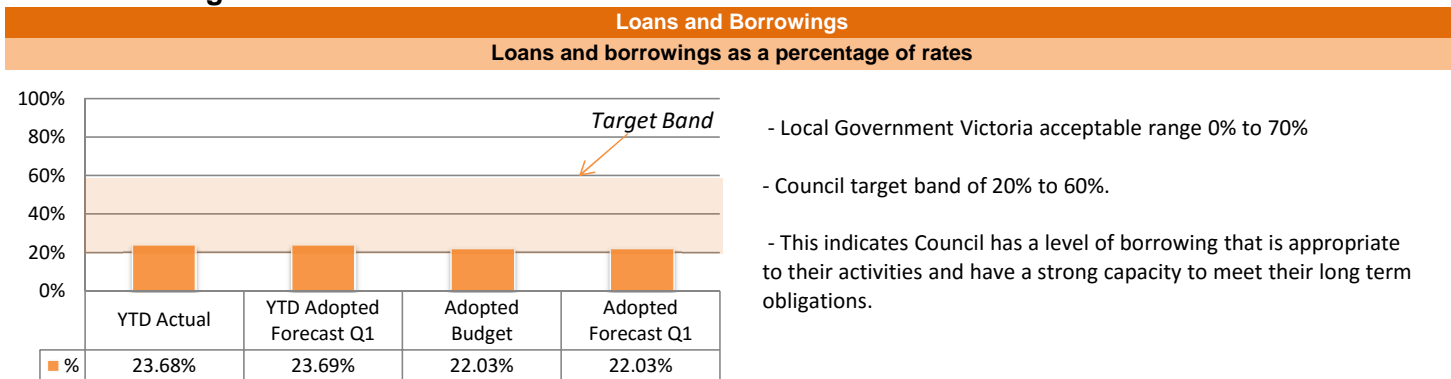
## Operating Performance



## Financial Health

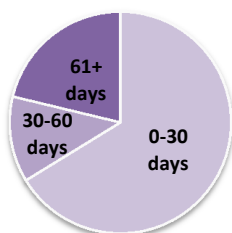


## Financial Obligations



## Other Financial Performance

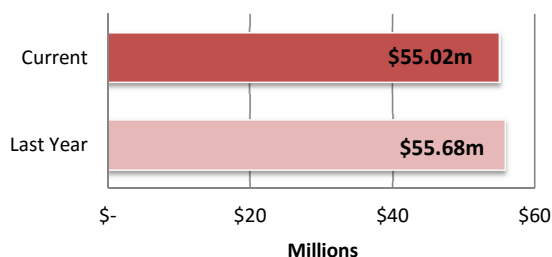
### Sundry Debtors



| 0-30 days    | 30-60 days | 61+ days   |
|--------------|------------|------------|
| 66.25%       | 12.50%     | 21.24%     |
| \$ 1,200,069 | \$ 226,505 | \$ 384,752 |

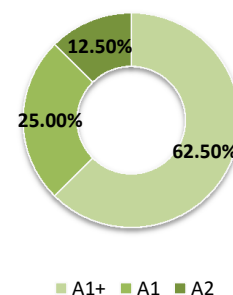
### Rates Debtors

Second instalment due 30 November 2018



### Investments

\$48m with average 2.44%  
\$411k interest income to date



## Operating Performance OCTOBER 2018

| Income                        | YTD Adopted<br>Forecast Q1 vs YTD Actual<br>(Fav)/Unfav |                  | Projected Full<br>Year vs Adopted Forecast Q1<br>(Fav)/Unfav |                 |
|-------------------------------|---|------------------|--|-----------------|
| Rates and Charges             | Steady  | (\$0.01m)        | Steady   | (\$0.01m)       |
| Statutory Fees                | Steady  | \$0.01m          | Steady   | (\$0m)          |
| User Charges                  | Steady  | (\$0.03m)        | Steady   | \$0.1m          |
| Grants                        | Steady  | (\$0.22m)        | Steady   | (\$0.11m)       |
| Contributions                 | Favourable  | (\$0.21m)        | Favourable   | (\$0.2m)        |
| Other Revenue                 | Steady  | (\$0.02m)        | Favourable   | \$0.57m         |
| <b>Total Income</b>           | Steady  | <b>(\$0.48m)</b> | Steady   | <b>\$0.36m</b>  |
| <b>Expense</b>                |   |                  |  |                 |
| Employee Costs                | Steady  | \$0.05m          | Steady   | (\$0m)          |
| Materials and Consumables     | Steady  | \$0.51m          | Steady   | (\$0.2m)        |
| Bad and Doubtful Debts        | Steady  | \$0m             | Steady   | \$0m            |
| Depreciation and Amortisation | Steady  | \$0.01m          | Steady   | \$0m            |
| Borrowing Costs               | Steady  | (\$0m)           | Steady   | \$0m            |
| Other Expenses                | Steady  | (\$0m)           | Steady   | \$0m            |
| <b>Total Expense</b>          | Steady  | <b>\$0.57m</b>   | Steady   | <b>(\$0.2m)</b> |

**Notes:**

1) Contributions is \$207k more than YTD Adopted Forecast Q1 and Projected Full Year is \$199k more than Adopted Forecast Q1. These favourable variances mostly relate to additional contributions for emergency management, property insurance and arboriculture services. Please see income statement for more detail.

2) Other Revenue Projected Full Year is \$572k less than Adopted Forecast Q1. This unfavourable variance is mostly due to the write off of income recorded in prior financial years. Also impacted by higher than anticipated interest income. Please see Income Statement for more detail.

## Capital Works Performance OCTOBER 2018

| ADOPTED BUDGET  | ADOPTED FORECAST Q1 | PROJECTED FULL YEAR | YTD ACTUAL    |
|-----------------|---------------------|---------------------|---------------|
| <b>\$46.36m</b> | <b>\$48.13m</b>     | <b>\$48.19m</b>     | <b>\$8.1m</b> |

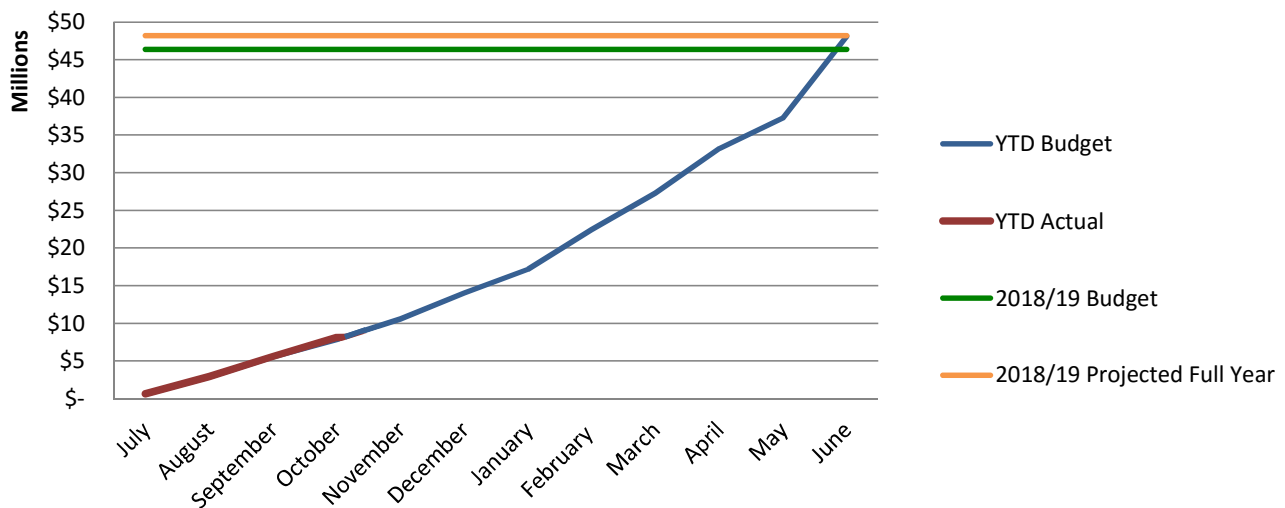
### PROGRESS

\*17.48% of Adopted Budget spent

\*16.81% of current full year projection spent

\* Same time last year: \$8.22m of the 2017/2018 Adopted Budget had been spent

### CAPITAL WORKS BUDGET VS. ACTUAL



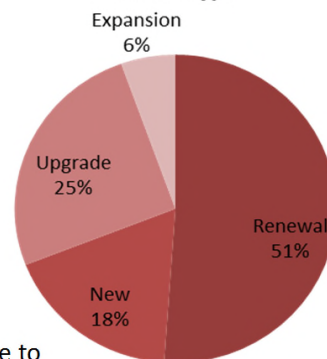
### RENEWAL

| Asset Renewal                                 |                     |
|---|---------------------|
| Asset renewal as a percentage of depreciation |                     |
| ADOPTED BUDGET                                | PROJECTED FULL YEAR |
| <b>96.80%</b>                                 | <b>91.43%</b>       |

- Expected range of 40% to 130%; Target band of 90% to 110%.
- Indicator of assets being renewed as planned. High or increasing percentages indicate improvement in capacity to meet long term obligations.

- The variance between Adopted Budget and Projected Full Year is mostly due to an increase in Depreciation expense of \$2.5m

### % Split of Projected Full Year by Capital Works Type



Greater Shepparton City Council  
**Income Statement**  
for period ended October 2018

|   | YEAR TO DATE                          |  |                            |   |  | FULL YEAR                      |                                     |                                     |  |   | Notes |
|---|---------------------------------------|--|----------------------------|---|--|--------------------------------|-------------------------------------|-------------------------------------|--|---|-------|
|   | 2018/2019<br>YTD<br>Adopted<br>Budget | 2018/2019<br>YTD<br>Adopted<br>Forecast Q1 | 2018/2019<br>YTD<br>Actual | YTD<br>Adopted<br>Budget<br>Variance<br>(Fav)/Unfav | YTD<br>Adopted<br>Forecast Q1<br>Variance<br>(Fav)/Unfav | 2018/2019<br>Adopted<br>Budget | 2018/2019<br>Adopted<br>Forecast Q1 | 2018/2019<br>Projected Full<br>Year | Adopted<br>Budget<br>Variance<br>(Fav)/Unfav | Adopted<br>Forecast Q1<br>Variance<br>(Fav)/Unfav |       |
|   | \$                                    | \$   | \$                         | %   | %  | \$                             | \$                                  | \$                                  | %  | %   |       |
| <b>Revenues from Operating Activities</b>   |                                       |  |                            |   |  |                                |                                     |                                     |  |   |       |
| Rates and Charges                           | 76,759,070                            | 77,042,763                                 | 77,051,268                 | (0.4%)  | (0.0%)   | 77,426,385                     | 77,474,660                          | 77,484,660                          | (0.1%)                                       | (0.0%)  |       |
| Statutory Fees                              | 939,075                               | 677,701                                    | 670,820                    | 28.6%   | 1.0%   | 3,394,929                      | 3,316,612                           | 3,316,633                           | 2.3%   | (0.0%)  |       |
| User Charges                                | 6,287,747                             | 6,214,760                                  | 6,245,017                  | 0.7%  | (0.5%)   | 18,748,202                     | 19,028,371                          | 18,923,696                          | (0.9%)                                       | 0.6%  |       |
| Operating Grants                            | 6,035,369                             | 6,198,806                                  | 6,416,033                  | (6.3%)  | (3.5%)   | 17,602,271                     | 18,139,169                          | 18,246,604                          | (3.7%)                                       | (0.6%)  | 1     |
| Operating Contributions                     | 550,847                               | 634,430                                    | 842,283                    | (52.9%)   | (32.8%)  | 1,357,669                      | 1,333,473                           | 1,532,912                           | (12.9%)                                      | (15.0%)   |       |
| Operating Other Revenue                     | 828,320                               | 225,523                                    | 246,010                    | 70.3%   | (9.1%)   | 1,992,131                      | 2,078,843                           | 1,507,150                           | 24.3%  | 27.5%   | 2     |
| <b>Total Operating Revenue</b>              | <b>91,400,428</b>                     | <b>90,993,983</b>                          | <b>91,471,431</b>          | <b>(0.1%)</b>                                       | <b>(0.5%)</b>  | <b>120,521,587</b>             | <b>121,371,128</b>                  | <b>121,011,655</b>                  | <b>(0.4%)</b>                                | <b>0.3%</b>                                       |       |
| <b>Expenses from Operating Activities</b>   |                                       |  |                            |   |  |                                |                                     |                                     |  |   |       |
| Employee Costs                              | 16,608,153                            | 16,709,984                                 | 16,763,304                 | 0.9%  | 0.3%   | 49,543,187                     | 49,738,019                          | 49,736,704                          | 0.4%   | (0.0%)  |       |
| Materials and Consumables                   | 16,416,602                            | 15,157,608                                 | 15,666,403                 | (4.6%)  | 3.4%   | 49,745,854                     | 53,478,321                          | 53,276,542                          | 7.1%   | (0.4%)  | 3     |
| Bad & Doubtful Debts                        | 20,198                                | 11,189                                     | 11,310                     | (44.0%)   | 1.1%   | 173,740                        | 178,287                             | 178,408                             | 2.7%   | 0.1%  |       |
| Depreciation and Amortisation               | 8,572,269                             | 8,707,842                                  | 8,716,105                  | 1.7%  | 0.1%   | 23,602,979                     | 26,101,548                          | 26,101,548                          | 10.6%  | 0.0%  | 4     |
| Borrowing Costs                             | 0                                     | 40,317                                     | 40,316                     | 100.0%  | (0.0%)   | 1,002,000                      | 1,002,000                           | 1,002,000                           | 0.0%   | 0.0%  |       |
| Other Expenses                              | 221,840                               | 218,317                                    | 218,315                    | (1.6%)  | (0.0%)   | 587,091                        | 619,091                             | 619,091                             | 5.5%   | 0.0%  |       |
| <b>Total Operating Expenses</b>             | <b>41,839,062</b>                     | <b>40,845,257</b>                          | <b>41,415,754</b>          | <b>(1.0%)</b>                                       | <b>1.4%</b>  | <b>124,654,851</b>             | <b>131,117,266</b>                  | <b>130,914,293</b>                  | <b>5.0%</b>                                  | <b>(0.2%)</b>                                     |       |
| <b>UNDERLYING OPERATING RESULT</b>          | <b>49,561,366</b>                     | <b>50,148,726</b>                          | <b>50,055,677</b>          | <b>(1.0%)</b>                                       | <b>0.2%</b>  | <b>(4,133,264)</b>             | <b>(9,746,138)</b>                  | <b>(9,902,638)</b>                  | <b>(139.6%)</b>                              | <b>(1.6%)</b>                                     |       |
| <b>Non-operating Income and Expenditure</b> |                                       |  |                            |   |  |                                |                                     |                                     |  |   |       |
| Capital Grants                              | 2,350,000                             | 125,237                                    | 314,379                    | 86.6%   | (151.0%)   | 8,700,370                      | 9,315,577                           | 8,104,719                           | 6.8%   | 13.0%   | 5     |
| Capital Contributions                       | 412,000                               | 672,539                                    | 672,539                    | (63.2%)   | 0.0%   | 911,000                        | 1,435,539                           | 1,226,539                           | (34.6%)                                      | 14.6%   | 6     |
| Contributed Assets                          | 5,943,587                             | 4,416,756                                  | 4,416,756                  | 25.7%   | 0.0%   | 13,842,129                     | 13,842,129                          | 13,842,129                          | 0.0%   | 0.0%  |       |
| Proceeds from Sale of Assets                | 60,000                                | 113,052                                    | 113,052                    | (88.4%)   | (0.0%)   | 390,000                        | 390,000                             | 390,000                             | 0.0%   | 0.0%  |       |
| Written Down Value of Asset Disposals       | (179,772)                             | (199,394)                                  | (199,394)                  | (10.9%)   | (0.0%)   | (539,535)                      | (539,535)                           | (539,535)                           | 0.0%   | 0.0%  |       |
| Capital Other Revenue                       | 0                                     | 133,030                                    | 133,030                    | (100.0%)  | 0.0%   | 0                              | 133,030                             | 133,030                             | (100.0%)                                     | 0.0%  | 7     |
| <b>Total Non Operating Items</b>            | <b>8,585,815</b>                      | <b>5,261,220</b>                           | <b>5,450,361</b>           | <b>36.5%</b>  | <b>(3.6%)</b>  | <b>23,303,964</b>              | <b>24,576,740</b>                   | <b>23,156,882</b>                   | <b>0.6%</b>                                  | <b>5.8%</b>                                       |       |
| <b>ACCOUNTING SURPLUS/(DEFICIT)</b>         | <b>58,147,181</b>                     | <b>55,409,946</b>                          | <b>55,506,039</b>          | <b>4.5%</b>   | <b>(0.2%)</b>  | <b>19,170,700</b>              | <b>14,830,602</b>                   | <b>13,254,244</b>                   | <b>30.9%</b>                                 | <b>10.6%</b>                                      |       |

### **Notes to the Income Statement for period ended October 2018**

- 1) Operating Contributions is \$207k more than YTD Adopted Forecast Q1 and Projected Full Year is \$199k more than Adopted Forecast Q1 and \$175k more than 2018/2019 Adopted Budget. These favourable variances are mostly due to Natural Disaster Funding from the Department of Treasury and Finance \$133k. These favourable variances are also impacted by additional contributions toward building insurance from Council's leasees \$46k and additional contributions towards trees in new estates \$10k.
- 2) Operating Other Revenue Projected Full Year is \$572k less than Adopted Forecast Q1 and \$485k less than 2018/2019 Adopted Budget. These unfavourable variances are mostly due to the write off of income recorded in prior financial years which will be recovered in future financial years \$719k. This unfavourable variance is also partially offset by additional interest income \$150k resulting from high levels of investments.
- 3) Materials and Consumables Projected Full Year is \$3.53m more than 2018/2019 Adopted Budget. This unfavourable variance is mostly due to increases in non-Council asset, non-recurrent, works on MacIsaac Road and Echuca Road intersection \$730k, Lifestyle Villages bridge \$226k and Midland Highway intersection Mooroopna West \$265k re-budgeted from 2017/2018. This unfavourable variance is also impacted by additional Planning legal expenses \$290k, the operating portion of the public wifi capital project \$280k, the extension of control of Pine Lodge Cemetery Trust until February 2019 \$298k and additional Shepparton Show Me \$219k and Children Services fundraising \$164k expenditure.
- 4) Depreciation Projected Full Year is \$2.49m more than 2018/2019 Adopted Budget. This unfavourable variance is due to asset revaluations which resulted in an increase in asset values.
- 5) Capital Grants is \$189k more than YTD Adopted Forecast Q1. This favourable variance is mostly due to additional grant funding for lighting and fencing works at Vibert reserve. Projected Full Year is \$1.21m less than Adopted Forecast Q1 and \$595k less than 2018/2019 Adopted Budget. These unfavourable variances are mostly due to the timing of grant funding for the new Shepparton Art Museum \$2m. This funding is expected to be received in future financial years. These unfavourable variances are also impacted by additional grant funding for Tatura Library redevelopment \$600k, Public Wifi project \$480k, and Central Park Netball Court upgrade \$100k.
- 6) Capital Contributions Projected Full Year is \$209k less than Adopted Forecast Q1 and \$315k more than 2018/2019 Adopted Budget. The unfavourable variance is mostly due to a change in the handling of Yakka Basin Landscaping \$25k and Hawkins Basin Landscaping \$80k projects. The favourable variance is mostly due to additional developer contributions \$327k for Northside Estate, Sevens Creeks Estate, Kialla Greens Estate and Windsor Park. The favourable variance is also impacted by additional contributions from Campaspe Shire for McEwen Road works \$181k and a reduction in contributions due to Council no longer undertaking the Kialla Lakes South connector road project \$163k.
- 7) Capital Other Revenue Projected Full Year is \$133k more than 2018/2019 Adopted Budget. This favourable variance is due to rebates for the installation of solar power at Council's Welsford St. office and Shepparton Sports Stadium \$77k, and insurance income for the Aquamoves shade structures \$56k which will be used to offset the additional capital expenditure for this project.

Greater Shepparton City Council

**Balance Sheet**  
as at October 2018

|                                      | Total Actual<br>June 2018 | Adopted<br>Budget<br>June 2019 | Adopted<br>Forecast Q1<br>June 2019 | YTD<br>Adopted Budget<br>2019 | YTD<br>Adopted<br>Forecast Q1<br>2019 | YTD<br>Actual<br>2019 | Total Actual<br>June 2018<br>Variance<br>(Fav)/Unfav<br>% | Adopted<br>Forecast Q1<br>Variance<br>(Fav)/Unfav<br>% | Notes |
|--------------------------------------|---------------------------|--------------------------------|-------------------------------------|-------------------------------|---------------------------------------|-----------------------|---|--|-------|
|                                      | \$                        | \$                             | \$                                  | \$                            | \$                                    | \$                    |   |  |       |
| <b>Current Assets</b>                |                           |                                |                                     |                               |                                       |                       |   |  |       |
| Cash and Cash Equivalent             | 23,809,567                | 18,057,669                     | 19,845,062                          | 9,241,100                     | 12,890,262                            | 14,875,753            | 37.5%   | 25.0%  |       |
| Receivables                          | 7,943,794                 | 6,692,000                      | 8,975,559                           | 70,788,227                    | 63,442,065                            | 62,410,300            | (685.6%)  | (595.3%)   |       |
| Other Financial Assets               | 31,500,000                | 13,600,000                     | 13,600,000                          | 45,000,000                    | 41,000,000                            | 41,000,000            | (30.2%)   | (201.5%)   |       |
| Inventories                          | 120,198                   | 74,000                         | 120,198                             | 158,561                       | 166,029                               | 166,029               | (38.1%)   | (38.1%)  |       |
| Assets Held for Resale               | 248,085                   | -                              | 248,085                             | -                             | 248,085                               | 248,085               | 0.0%  | 0.0%   |       |
| Other Assets                         | 1,375,355                 | 1,050,000                      | 1,375,354                           | 262,004                       | 325,690                               | 325,691               | 76.3%   | 76.3%  |       |
| <b>Total Current Assets</b>          | <b>64,996,998</b>         | <b>39,473,669</b>              | <b>44,164,258</b>                   | <b>125,449,892</b>            | <b>118,072,131</b>                    | <b>119,025,857</b>    | <b>(83.1%)</b>  | <b>(189.6%)</b>  |       |
| <b>Non Current Assets</b>            |                           |                                |                                     |                               |                                       |                       |   |  |       |
| Investment in Associates             | 1,457,302                 | 1,511,499                      | 1,457,302                           | 1,511,499                     | 1,457,302                             | 1,457,302             | 0.0%  | 0.0%   |       |
| Infrastructure                       | 1,036,461,256             | 1,118,546,000                  | 1,071,789,148                       | 1,038,080,326                 | 1,039,740,944                         | 1,039,987,621         | (0.3%)  | 3.0%   |       |
| Intangible Assets                    | -                         | 848,000                        | -                                   | -                             | -                                     | -                     | 0.0%  | 0.0%   | 1     |
| <b>Total Non Current Assets</b>      | <b>1,037,918,558</b>      | <b>1,120,905,499</b>           | <b>1,073,246,450</b>                | <b>1,039,591,825</b>          | <b>1,041,198,246</b>                  | <b>1,041,444,923</b>  | <b>(0.3%)</b>   | <b>3.0%</b>  |       |
| <b>Total Assets</b>                  | <b>1,102,915,556</b>      | <b>1,160,379,168</b>           | <b>1,117,410,708</b>                | <b>1,165,041,717</b>          | <b>1,159,270,377</b>                  | <b>1,160,470,780</b>  | <b>(5.2%)</b>   | <b>(3.9%)</b>  |       |
| <b>Current Liabilities</b>           |                           |                                |                                     |                               |                                       |                       |   |  |       |
| Trade & Other Payables               | 9,996,751                 | 8,720,000                      | 11,041,320                          | 10,043,604                    | 7,377,356                             | 8,465,075             | (15.3%)   | (23.3%)  |       |
| Trust Funds                          | 2,836,213                 | 2,717,000                      | 2,836,213                           | 7,996,839                     | 6,683,357                             | 6,683,358             | 135.6%  | 135.6%   |       |
| Provisions                           | 9,220,504                 | 10,119,000                     | 9,220,506                           | 8,479,316                     | 9,137,368                             | 9,141,152             | (0.9%)  | (0.9%)   |       |
| Interest Bearing Liabilities         | 1,362,130                 | 1,447,000                      | 1,362,130                           | 1,175,198                     | 1,175,198                             | 1,175,198             | (13.7%)   | (13.7%)  |       |
| <b>Total Current Liabilities</b>     | <b>23,415,598</b>         | <b>23,003,000</b>              | <b>24,460,169</b>                   | <b>27,694,957</b>             | <b>24,373,279</b>                     | <b>25,464,783</b>     | <b>8.8%</b>   | <b>4.1%</b>  |       |
| <b>Non Current Liabilities</b>       |                           |                                |                                     |                               |                                       |                       |   |  |       |
| Provisions                           | 7,107,824                 | 7,094,000                      | 7,107,824                           | 7,118,151                     | 7,107,824                             | 7,107,824             | 0.0%  | (0.0%)   |       |
| Interest Bearing Liabilities         | 17,073,415                | 15,610,000                     | 15,706,200                          | 17,073,415                    | 17,073,415                            | 17,073,415            | 0.0%  | 8.7%   |       |
| <b>Total Non Current Liabilities</b> | <b>24,181,238</b>         | <b>22,704,000</b>              | <b>22,814,024</b>                   | <b>24,191,566</b>             | <b>24,181,239</b>                     | <b>24,181,238</b>     | <b>0.0%</b>   | <b>6.0%</b>  |       |
| <b>Total Liabilities</b>             | <b>47,596,836</b>         | <b>45,707,000</b>              | <b>47,274,193</b>                   | <b>51,886,523</b>             | <b>48,554,518</b>                     | <b>49,646,022</b>     | <b>4.3%</b>   | <b>5.0%</b>  |       |
| <b>Net Assets</b>                    | <b>1,055,318,720</b>      | <b>1,114,672,168</b>           | <b>1,070,136,515</b>                | <b>1,113,155,194</b>          | <b>1,110,715,859</b>                  | <b>1,110,824,759</b>  | <b>94.6%</b>  | <b>(3.8%)</b>  |       |
| <b>Represented By</b>                |                           |                                |                                     |                               |                                       |                       |   |  |       |
| Accumulated Surplus                  | 392,432,432               | 555,416,922                    | 407,250,227                         | 450,268,906                   | 447,829,571                           | 447,938,471           | (14.1%)   | (10.0%)  |       |
| Reserves                             | 662,886,288               | 559,255,246                    | 662,886,288                         | 662,886,288                   | 662,886,288                           | 662,886,288           | 0.0%  | 0.0%   |       |
| <b>Total Equity</b>                  | <b>1,055,318,720</b>      | <b>1,114,672,168</b>           | <b>1,070,136,515</b>                | <b>1,113,155,194</b>          | <b>1,110,715,859</b>                  | <b>1,110,824,759</b>  | <b>94.6%</b>  | <b>(3.8%)</b>  |       |

**Notes to the Balance Sheet as at October 2018**

1) Intangible assets is \$848k less than 2018/2019 Adopted Budget. Land controlled by Places Victoria, creating an intangible asset for the right to receive income, was gifted back to Council resulting in a write off of intangible assets as part of the 2017/2018 end of financial year reports. The budget for this was adjusted as part of the 2018/2019 Q1 Forecast Review.

Greater Shepparton City Council

**Cash Flow Statement**  
as at October 2018

|   | 2018/2019<br>Adopted<br>Budget<br>\$ | 2018/2019<br>Adopted<br>Forecast Q1<br>\$ | 2018/2019<br>YTD<br>Adopted<br>Budget<br>\$ | 2018/2019<br>YTD<br>Adopted<br>Forecast Q1<br>\$ | 2018/2019<br>YTD Actual<br>\$ | Adopted<br>Budget<br>Variance<br>(Fav)/Unfav<br>\$ | Adopted<br>Forecast Q1<br>Variance<br>(Fav)/Unfav<br>\$ |
|---|--------------------------------------|---|---|--|-------------------------------|--|---|
| <b>Cash flows from operating activities</b>               |                                      |   |   |  |                               |  |   |
| Receipts from customers                                   | 101,251,809                          | 101,351,516                               | 27,112,683                                  | 32,469,118                                       | 33,553,252                    | (23.8%)  | (3.3%)  |
| Payments to suppliers                                     | (97,376,000)                         | (104,013,718)                             | (33,540,699)                                | (34,044,898)                                     | (33,502,822)                  | (0.1%)   | (1.6%)  |
| Net cash inflow(outflow) from customers(suppliers)        | 3,875,809                            | (2,662,202)                               | (6,428,016)                                 | (1,575,780)                                      | 50,430                        | (100.8%)   | (103.2%)  |
| Interest received   | 582,000                              | 680,000                                   | 176,074                                     | 268,198  | 268,197                       | (52.3%)  | 0.0%  |
| Government receipts                                       | 26,371,000                           | 27,454,746                                | 8,385,369                                   | 6,324,043  | 6,730,412                     | 19.7%  | (6.4%)  |
| Contributions   | 2,269,000                            | 2,769,012                                 | 1,104,476                                   | 1,448,598  | 1,656,451                     | (50.0%)  | (14.3%)   |
| <b>Net cash inflow(outflow) from operating activities</b> | <b>33,097,809</b>                    | <b>28,241,556</b>                         | <b>3,237,903</b>                            | <b>6,465,059</b>                                 | <b>8,705,491</b>              | <b>168.9%</b>                                      | <b>34.7%</b>  |
| <b>Cash flows from investing activities</b>               |                                      |   |   |  |                               |  |   |
| Net movement in other financial assets                    | 3,400,000                            | 17,900,000                                | (13,500,000)                                | (9,500,000)                                      | (9,500,000)                   | 29.6%  | 153.1%  |
| Infrastructure, property, plant & equipment - proceeds    | 390,000                              | 390,000                                   | 60,000                                      | 113,052  | 113,052                       | (88.4%)  | (0.0%)  |
| Infrastructure, property, plant & equipment - payments    | (46,356,000)                         | (48,126,846)                              | (4,179,439)                                 | (7,770,168)                                      | (8,025,109)                   | 92.0%  | 3.3%  |
| <b>Net cash inflow(outflow) from investing activities</b> | <b>(42,566,000)</b>                  | <b>(29,836,846)</b>                       | <b>(17,619,439)</b>                         | <b>(17,157,116)</b>                              | <b>(17,412,057)</b>           | <b>1.2%</b>  | <b>(1.5%)</b>   |
| <b>Cash flows from financing activities</b>               |                                      |   |   |  |                               |  |   |
| Finance Cost  | (1,002,000)                          | (1,002,000)                               | -   | (40,317)   | (40,316)                      | 0.0%   | (0.0%)  |
| Proceeds from interest bearing loans and borrowings       | -                                    | -   | -   | -  | -                             | 0.0%   | 0.0%  |
| Repayment of interest-bearing loans and borrowings        | (1,377,000)                          | (1,367,215)                               | (186,931)                                   | (186,931)  | (186,932)                     | 0.0%   | 0.0%  |
| <b>Net cash inflow(outflow) from financing activities</b> | <b>(2,379,000)</b>                   | <b>(2,369,215)</b>                        | <b>(186,931)</b>                            | <b>(227,248)</b>                                 | <b>(227,248)</b>              | <b>21.6%</b>                                       | <b>0.0%</b>   |
| <b>Net increase(decrease) in cash and equivalents</b>     | <b>(11,847,191)</b>                  | <b>(3,964,505)</b>                        | <b>(14,568,467)</b>                         | <b>(10,919,305)</b>                              | <b>(8,933,814)</b>            | <b>(38.7%)</b>                                     | <b>(18.2%)</b>  |
| Cash and equivalents at the beginning of the year         | 29,904,860                           | 23,809,567                                | 23,809,567                                  | 23,809,567                                       | 23,809,567                    | (0.0%)   | (0.0%)  |
| <b>Cash and equivalents at the end of the year</b>        | <b>18,057,669</b>                    | <b>19,845,062</b>                         | <b>9,241,100</b>                            | <b>12,890,262</b>                                | <b>14,875,753</b>             | <b>(61.0%)</b>                                     | <b>(15.4%)</b>  |

Greater Shepparton City Council  
**Capital Works Statement**  
period ended October 2018

| Capital Works Area                            | 2018/2019<br>YTD<br>Adopted<br>Budget | 2018/2019<br>YTD<br>Adopted<br>Forecast Q1 | 2018/2019<br>YTD<br>Actual | YTD<br>Adopted<br>Budget<br>Variance<br>(Fav)/Unfav | YTD<br>Adopted<br>Forecast Q1<br>Variance<br>(Fav)/Unfav | 2018/2019<br>Adopted Budget | 2018/2019<br>YTD<br>Adopted<br>Forecast Q1 | 2018/2019<br>Projected<br>Full Year | Adopted<br>Budget<br>Variance<br>(Fav)/Unfav | Adopted<br>Forecast Q1<br>Variance<br>(Fav)/Unfav | Note |
|---|---------------------------------------|--|----------------------------|---|--|-----------------------------|--|-------------------------------------|--|---|------|
|   | \$                                    | \$   | \$                         | %   | %  | \$                          | \$   | \$                                  | %  | %   |      |
| Aerodrome                                     | 0                                     | 12,500                                     | 12,500                     | 100%  | 0%   | 399,000                     | 411,500                                    | 411,500                             | 3%   | 0%  |      |
| Bridges                                       | 0                                     | 2,060                                      | 2,663                      | 100%  | 29%  | 450,000                     | 450,000                                    | 450,000                             | 0%   | 0%  |      |
| Buildings                                     | 1,219,560                             | 1,304,763                                  | 1,304,859                  | 7%  | 0%   | 9,929,300                   | 9,944,310                                  | 9,944,310                           | 0%   | 0%  |      |
| Computer & Telecommunications                 | 153,116                               | 55,795                                     | 60,466                     | (61%)   | 8%   | 1,405,000                   | 1,611,054                                  | 1,640,241                           | 17%  | 2%  | 1    |
| Drainage                                      | 240,000                               | 19,280                                     | 50,240                     | (79%)   | 161%   | 1,076,000                   | 1,417,000                                  | 1,417,000                           | 32%  | 0%  | 2    |
| Fixture Fittings and Furniture                | 94,000                                | 69,691                                     | 82,081                     | (13%)   | 18%  | 349,000                     | 347,080                                    | 350,172                             | 0%   | 1%  |      |
| Footpaths & Cycleways                         | 102,500                               | 90,947                                     | 82,447                     | (20%)   | (9%)   | 1,641,380                   | 1,641,380                                  | 1,656,876                           | 1%   | 1%  |      |
| Land  | 44,000                                | 0  | 0                          | (100%)  | 0%   | 649,000                     | 649,000                                    | 609,000                             | (6%)   | (6%)  |      |
| Land Improvements                             | 602,980                               | 145,659                                    | 143,928                    | (76%)   | (1%)   | 1,205,980                   | 1,155,980                                  | 1,168,980                           | (3%)   | 1%  |      |
| Off Street Car Parks                          | 0                                     | 0  | 0                          | 0%  | 0%   | 65,000                      | 65,000                                     | 65,000                              | 0%   | 0%  |      |
| Parks, Open Space & Streetscape               | 423,500                               | 88,833                                     | 120,905                    | (71%)   | 36%  | 1,646,000                   | 1,602,498                                  | 1,602,498                           | (3%)   | 0%  |      |
| Plant Machinery & Equipment                   | 513,000                               | 880,094                                    | 880,095                    | 72%   | 0%   | 2,795,000                   | 3,368,000                                  | 3,368,000                           | 21%  | 0%  | 3    |
| Recreational Leisure and Community Facilities | 658,030                               | 306,497                                    | 328,017                    | (50%)   | 7%   | 1,624,439                   | 1,996,102                                  | 2,011,102                           | 24%  | 1%  | 4    |
| Roads   | 5,560,491                             | 4,034,919                                  | 4,160,966                  | (25%)   | 3%   | 16,219,194                  | 16,340,942                                 | 16,340,942                          | 1%   | 0%  |      |
| Waste Management                              | 350,000                               | 555,107                                    | 579,344                    | 66%   | 4%   | 5,510,000                   | 5,735,000                                  | 5,760,000                           | 5%   | 0%  |      |
| Other Infrastructure                          | 1,000                                 | 0  | 1,122                      | 12%   | 100%   | 392,000                     | 392,000                                    | 392,000                             | 0%   | 0%  |      |
| Project Management Office                     | 318,528                               | 288,881                                    | 292,069                    | (8%)  | 1%   | 1,000,000                   | 1,000,000                                  | 1,000,000                           | 0%   | 0%  |      |
| <b>Total Capital Works</b>                    | <b>10,280,705</b>                     | <b>7,855,026</b>                           | <b>8,101,702</b>           | <b>(21%)</b>  | <b>3%</b>  | <b>46,356,293</b>           | <b>48,126,846</b>                          | <b>48,187,621</b>                   | <b>4%</b>                                    | <b>0%</b>   |      |



| Capital Works Area         | 2018/2019         | 2018/2019        | 2018/2019        | YTD          | YTD         | 2018/2019         | 2018/2019         | 2018/2019         | Adopted     | Adopted     | Note |
|----------------------------|-------------------|------------------|------------------|--------------|-------------|-------------------|-------------------|-------------------|-------------|-------------|------|
|                            | YTD               | YTD              | YTD              | Adopted      | Adopted     |                   | Adopted Budget    | YTD               | Projected   | Budget      |      |
|                            | Adopted           | Adopted          | Actual           | Budget       | Forecast Q1 |                   | Adopted           | Full Year         | Variance    | Variance    |      |
|                            | Budget            | Forecast Q1      |                  | Variance     | Variance    |                   | Forecast Q1       |                   | (Fav)/Unfav | (Fav)/Unfav |      |
|                            | \$                | \$               | \$               | (Fav)/Unfav  | (Fav)/Unfav |                   | \$                | \$                | %           | %           |      |
|                            |                   |                  |                  | %            | %           |                   |                   |                   |             |             |      |
| Renewal                    | 7,011,487         | 6,318,948        | 6,491,857        | (7%)         | 3%          | 22,846,980        | 23,792,221        | 23,864,904        | 4%          | 0%          |      |
| Upgrade                    | 1,030,741         | 89,699           | 135,117          | (87%)        | 51%         | 8,294,744         | 8,694,744         | 8,694,744         | 5%          | 0%          |      |
| New                        | 1,798,949         | 1,139,229        | 1,172,808        | (35%)        | 3%          | 11,679,569        | 12,004,881        | 12,015,973        | 3%          | 0%          |      |
| Expansion                  | 121,000           | 18,269           | 9,851            | (92%)        | (46%)       | 2,535,000         | 2,635,000         | 2,612,000         | 3%          | (1%)        |      |
| Project Management Office  | 318,528           | 288,881          | 292,069          | (8%)         | 1%          | 1,000,000         | 1,000,000         | 1,000,000         | 0%          | 0%          |      |
| <b>Total Capital Works</b> | <b>10,280,705</b> | <b>7,855,026</b> | <b>8,101,702</b> | <b>(21%)</b> | <b>3%</b>   | <b>46,356,293</b> | <b>48,126,846</b> | <b>48,187,621</b> | <b>4%</b>   | <b>0%</b>   |      |

### Notes to the Capital Works Statement for period ended October 2018

- 1) Computer and Telecommunications Projected Full Year is \$235k more than 2018/2019 Adopted Budget. This unfavourable variance is mostly due to the new Public Wifi project \$200k. A portion of this project is accounted for under operating and will be fully offset by grant income of \$480k. This unfavourable variance is also impacted by phone system upgrade works budgeted for in 2017/2018 but delayed to 2018/2019 due to technical issues \$29k.
- 2) Draining Projected Full Year is \$341k more than 2018/2019 Adopted Budget. This unfavourable variance is mostly due to additional works as part of the North Growth Corridor Drainage and Landscaping project \$130k to include a rising main, a new localised drainage project at Katandra West \$130k, and a new 173 agreement with developers for drainage works along frontage of the new Audi dealership on Caroll Road \$126k.
- 3) Plant, Machinery and Equipment Projected Full Year is \$573k more than 2018/2019 Adopted Budget. This unfavourable variance is due to a delay in the delivery of large plant items budgeted for in 2017/2018 but received in September 2018.
- 4) Recreational Leisure and Community Facilities Projected Full Year is \$387k more than 2018/2019 Adopted Budget. This unfavourable variance is mostly due to new capital projects for the Central Park netball court upgrade \$315k, which will be partially offset by grant income, and the Our Sporting Future fund \$60k.