

Greater Shepparton City Council

QUARTERLY FINANCIAL REPORT

Q2 December 2023

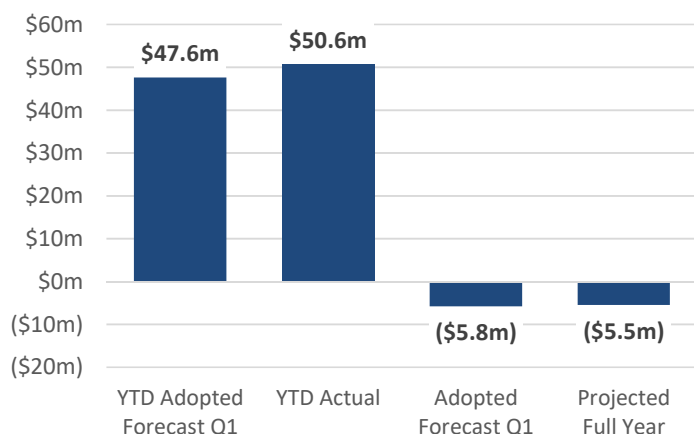
Overview

The Q2 December 2023 Monthly Financial Report provides commentary on year-to-date (YTD) budget performance and projected forecast variances, with a focus on Council's financial sustainability measures.

- Council's projected operating result deficit has improved slightly to \$5.5m, due to recurrent capital grant funding relating to 2022/2023 being received in the current financial year. Whilst this is a slight improvement, this deficit position continues to reflect the challenges Council faces in sustainable delivery of services the community value and need.
- Council has completed 42% of the Q2 Forecast Review projected capital works expenditure. This includes the now completed delivery of works to repair Council roads that were impacted by the October 2022 Flood.
- Since the Q1 Adopted Forecast, the Q2 Forecast Review projected capital works has decreased by \$7m to \$51.1m largely due to project cost reductions and project deferrals. These movements mostly relate to the deferral of Cormorant Park and abandonment of the Shepparton Resource Recovery Centre Upgrade Project, with further explanation provided in the notes to the Capital Works Statement.
- Ending liquidity for 2023/2024 has been reforecasted and is projected to be 155% which is an increase from the Adopted Budget, due to reductions in the current year capital works expenditure.

Financial Sustainability Indicators

Operating Result (Internal Non-Audited Indicator)

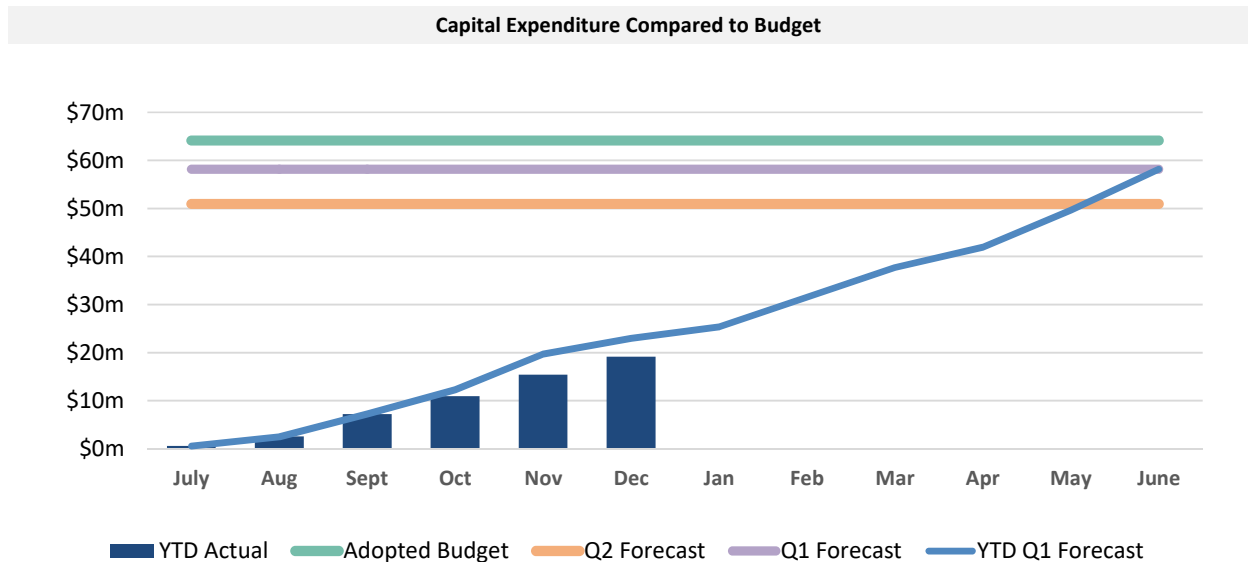
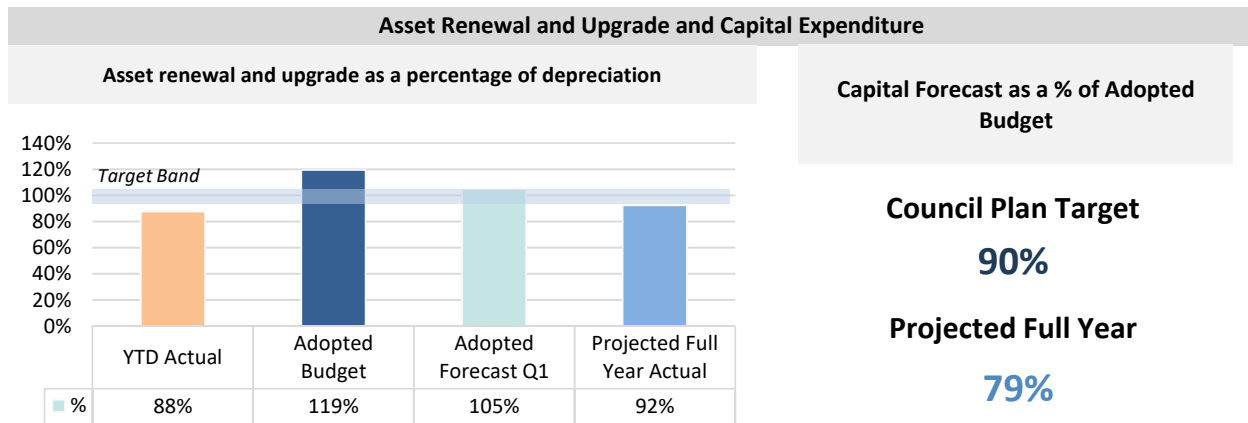
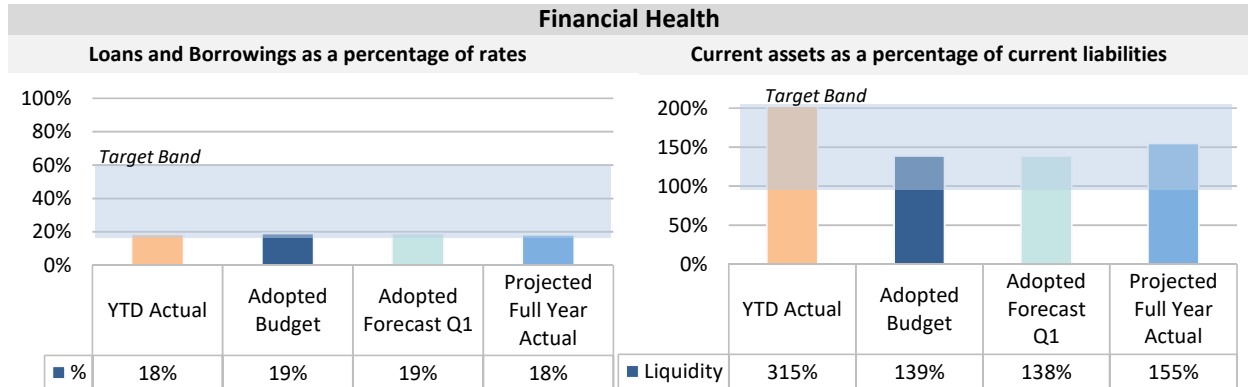


The Operating Result adjusts Council's accounting result to reflect the true operating result.

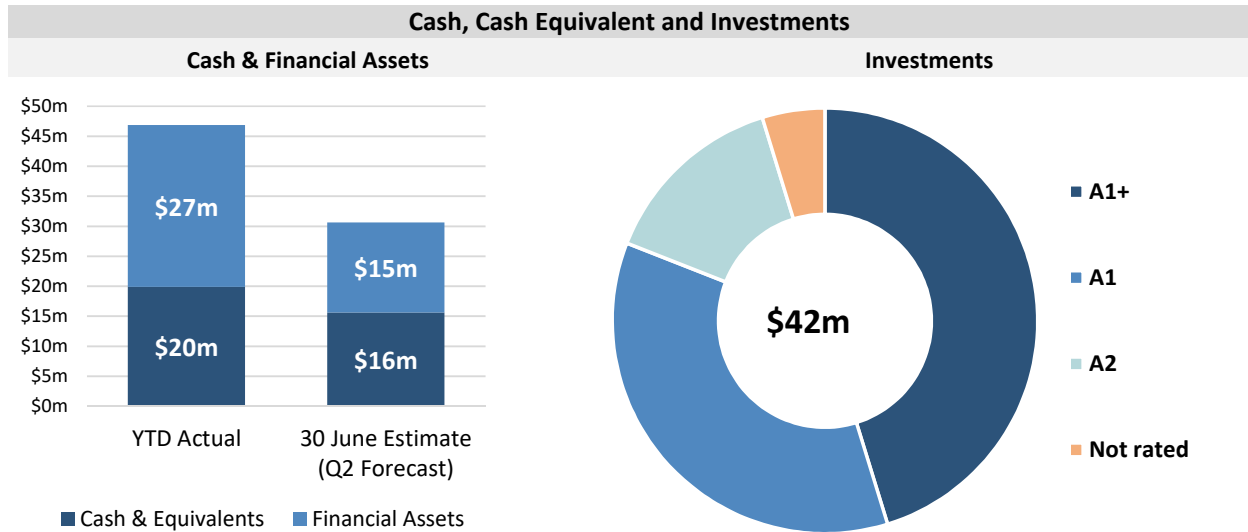
Income that does not fund Council operations is removed (capital & non-cash income) and the Federal Financial Assistance Grants income is adjusted to remove the impact of early receipts.

Refer to the income statement for explanations on material movements.

Indicator	Financial Plan Target	Adopted Budget	Adopted Forecast Q1	Projected Full Year	Status
\$ Adjusted Underlying Result	Achieve and maintain a true underlying surplus (greater than \$0)	(\$7.8m)	(\$22.1m)	(\$21.8m)	Improving
% Adjusted Underlying Result	As above (greater than 0%)	(5.2%)	(16.0%)	(15.6%)	Improving

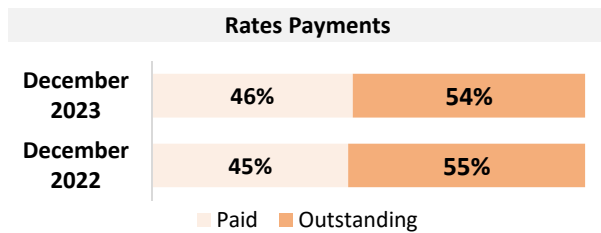


Refer to the Capital Works Statement for further information



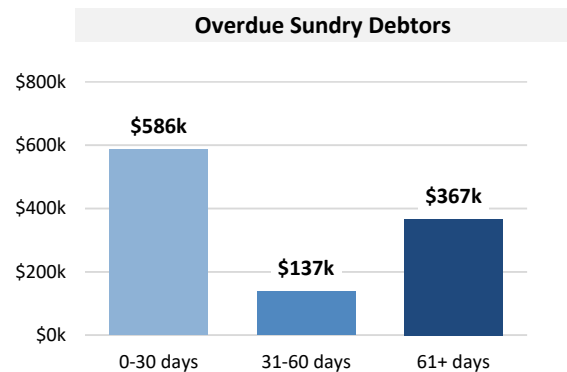
Total cash and financial assets is expected to reduce in the lead up to end of financial year. At December 2023, Council had \$42m invested, including \$2m of Green Term Deposits. The weighted average interest rate of investments is 5.08% with YTD interest earned of \$924k. Recent cash rate increases have impacted favourably on interest rates.

Rates and Debtors



Rates debt collection is on track compared to the prior financial year.

Rates Assessments = 34,670
Current Payment Arrangements = 954



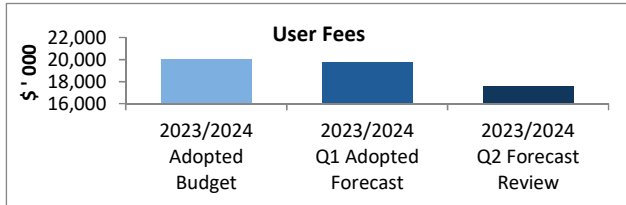
Greater Shepparton City Council
Income Statement
Q2 Forecast Review for period ended December 2023

Notes	YEAR TO DATE					FULL YEAR				
	2023/2024 YTD Adopted Budget	2023/2024 YTD Q1 Adopted Forecast	2023/2024 YTD Actuals	YTD Adopted Budget Variance (Fav)/Unfav	YTD Q1 Adopted Forecast Variance (Fav)/Unfav	2023/2024 Adopted Budget	2023/2024 Q1 Adopted Forecast	2023/2024 Q2 Forecast Review	Adopted Budget Variance (Fav)/Unfav	Adopted Forecast Q1 Variance (Fav)/Unfav
	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000
Revenues from Operating Activities										
Rates and Charges	91,650	91,879	92,011	(362) ▫	(132) ▫	91,773	91,910	92,185	(413) ▫	(275) ▫
Statutory Fees and Fines	2,238	2,297	2,298	(60) ▫	(1) ▫	4,751	4,702	4,702	49 ▫	1 ▫
User Fees 1	8,991	8,155	7,900	1,091 ▼	256 ▫	19,993	19,724	17,550	2,443 ▼	2,174 ▼
Grants - Operating 2	6,368	6,191	6,156	212 ▫	35 ▫	29,800	13,933	14,349	15,451 ▼	(416) ▫
Grants - Capital Recurrent 3	651	325	1,715	(1,064) ▲	(1,390) ▲	1,627	1,627	3,139	(1,512) ▲	(1,512) ▲
Contributions - Monetary 4	663	2,756	2,446	(1,783) ▲	310 ▼	876	3,801	4,467	(3,591) ▲	(666) ▲
Other Income 5	1,404	1,545	1,713	(309) ▲	(168) ▲	1,958	2,489	3,085	(1,127) ▲	(595) ▲
Total Operating Revenue	111,965	113,150	114,240	(2,275)	(1,090)	150,778	138,187	139,476	11,301	(1,290)
Expenses from Operating Activities										
Employee Costs 6	29,563	28,868	28,888	(674) ▫	20 ▫	59,397	59,573	58,215	(1,182) ▫	(1,358) ▫
Materials and Services 7	29,665	29,192	29,452	(213) ▫	260 ▫	56,866	58,340	59,957	3,091 ▫	1,616 ▫
Depreciation	18,890	19,021	19,922	1,031 ▫	901 ▫	39,593	39,593	40,314	720 ▫	720 ▫
Amortisation - Leases and Intangibles	286	226	215	(71) ▫	(11) ▫	573	573	573	0 ▫	0 ▫
Bad & Doubtful Debts	118	283	282	164 ▲	(1) ▫	354	354	354	0 ▫	0 ▫
Borrowing Costs	327	318	323	(4) ▫	5 ▫	628	628	635	7 ▫	7 ▫
Net Loss on Disposal of Assets	1,431	261	447	(984) ▼	186 ▫	473	473	473	0 ▫	0 ▫
Finance Costs - Leases	3	3	3	(0) ▫	0 ▫	7	7	7	0 ▫	0 ▫
Other Expenses	401	416	366	(36) ▫	(50) ▫	704	727	710	6 ▫	(17) ▫
Total Operating Expenses	80,685	78,587	79,898	(787)	1,311	158,595	160,268	161,237	2,642	969
ADJUSTED UNDERLYING RESULT	31,281	34,563	34,342	(3,062)	220	(7,817)	(22,081)	(21,761)	13,943	(320)
Non-operating Income and Expenditure										
Grants - Capital Non Recurrent 8	0	3,041	3,048	(3,048) ▫	(7) ▫	19,694	14,566	12,708	6,987 ▼	1,858 ▼
Contributions - Monetary (Capital) 9	353	119	139	215 ▼	(20) ▫	2,192	2,190	1,784	408 ▼	406 ▼
Contributions - Non Monetary	17,875	0	606	17,269 ▼	(606) ▼	17,875	17,875	17,210	665 ▫	665 ▫
Total Non Operating Items	18,228	3,160	3,793	14,435	(633)	39,762	34,631	31,702	8,060	2,929
ACCOUNTING SURPLUS/(DEFICIT)	49,509	37,722	38,135	11,374	(413)	31,945	12,550	9,941	22,003	2,609

Notes to the Income Statement for period ended December 2023	
1	<p>User Fees YTD unfavourable variance of \$256k compared to Q1 Forecast is mainly due to user fee income from Cosgrove Landfill is lagging behind budget (\$467k) as commercial waste volume has been trending significantly lower than projected. This unfavourable variance has been partially offset by higher income received at Aqumoves (\$132k). The Q2 Forecast has reduced by \$2.2m compared to the Q1 Forecast, mainly due to reduction in Cosgrove Landfill Operation income (\$1.88m) and a reduction in income for Early Years Long Day Care services (\$973k).</p> <p>Long day care centres including Arthur Dickman, Frank Pullar, Nancy Vibert and Mooroopna Children and Families Centre have seen a reduction in utilisation due to staff shortages required to meet a) educator to child ratios and b) educator qualification requirements under the Early Childhood Education and Care National Law and Regulations. A number of strategies are in play to address workforce shortages, including recruitment days to fast-track recruitment, counting educators 'working towards' qualifications in ratios, and implementing the Women CAN pilot to attract new recruits from our diverse community.</p>
2	<p>Grants - Operating Q2 Forecast has decreased by \$15.45m since the Adopted Budget. This unfavourable variance is primarily due to the early receipt of the 2023/2024 Federal Financial Assistance Grants (\$16.3m) in 2022/2023 financial year.</p>
3	<p>Grants - Capital Recurrent YTD favourable variance of \$1.39m compared to the YTD Q1 Forecast which is largely attributed to recognition of Roads to Recovery (R2R funding) relating to projects completed in 2022/2023. This does not impact the 2023/2024 program or associated funding. The Q2 Forecast has increased by \$1.5m since the Q1 Adopted Forecast and Adopted Budget. These favourable variances are primarily due to the previously mentioned R2R funding.</p>
4	<p>Contributions - Monetary YTD Q1 Adopted Forecast is \$324k unfavourable mainly due to delays in receiving insurance claim (\$363k) related to Vic Caravan Park, which is partially offset by higher than expected property insurance income (\$31k). Q2 Forecast income is \$666k more than the Q1 Forecast. This favourable variance mostly relates to projected insurance claims resulting from the October 2022 Flood event (\$360k), other insurance claims (\$134k) and additional monetary contributions toward the Recreational Land Fund (\$150k).</p>
5	<p>Other Income Q2 Forecast has increased by \$595k compared to the Q1 Adopted Forecast Review, primarily due to a better than projected treasury investment income (\$138k), an increase in the forecast of fuel rebate from council fleets (\$120k), and an increase in expected income for SAM Building cleaning costs (\$261k).</p>
6	<p>Employee Costs Q2 Forecast is \$1.36m less than Q1 Forecast. This favourable variance is due to staff vacancies across the organisation. A notable area of reduction is \$460k in Maternal Child Health program's salary and wages, due to staff shortages.</p>
5	<p>Materials and Services Q2 Forecast has increased by \$1.6m compared to the Q1 Adopted Forecast Review, primarily due to higher expenditure on the Benalla Road Upgrade project (\$448k for Telstra works not budgeted for), additional costs expected due to current contamination rates in kerbside organic bins (\$410k), and expenditure related to the October 2022 Floods (\$360k) covered by insurance income.</p>
6	<p>Capital Grants Q2 Forecast is \$1.9m unfavourable compared to the Q1 Forecast. This is mainly due to LRCI round 4 grant funding of \$1m re-allocated to 2024/25, removing the income that was planned for the Shepparton Resource and Recovery Centre project as this project is no longer going ahead (\$355k) and removing the income attached to the now delayed Mooroopna Local Area Traffic Management project (\$755k) as funding will not be received this financial year.</p>
7	<p>Contributed Assets YTD variance is \$606k favourable to the Q1 Adopted Forecast due to timing of the project completion. The full-year projection has been decreased by \$665k as sales have softened and a drop to asset handover is expected.</p>

Q2 Forecast Review for period ended December 2023 Notes to Income Statement

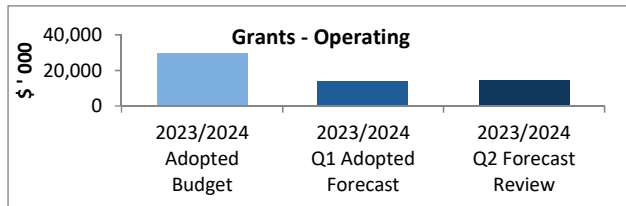
Operating Revenue



User Fees

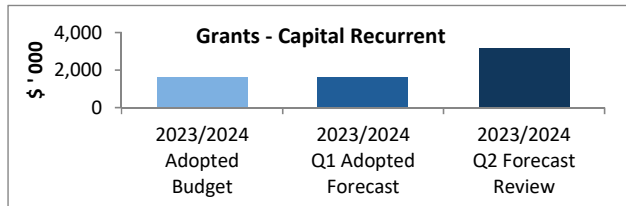
User fees Q2 Forecast has decreased by \$2.17m since Q1 Adopted Forecast and \$2.44m since 2023/2024 Adopted Budget. These unfavourable variances are mostly due to lower than anticipated commercial waste volumes at Cosgrove Landfill (\$1.88m) and a reduction in income for Early Years Long Day Care services (\$973k).

Long day care centres including Arthur Dickman, Frank Pullar, Nancy Vibert and Mooroopna Children and Families Centre have seen a reduction in utilisation due to staff shortages required to meet a) educator to child ratios and b) educator qualification requirements under the Early Childhood Education and Care National Law and Regulations. A number of strategies are in play to address workforce shortages, including recruitment days to fast-track recruitment, counting educators 'working towards' qualifications in ratios, and implementing the Women CAN pilot to attract new recruits from our diverse community.



Grants - Operating

Operating Grants Q2 forecast has decreased by \$15.45m since 2023/2024 Adopted Budget. This unfavourable variance is primarily due to the early receipt of the 2023/2024 Federal Financial Assistance Grants (\$16.3m) in 2022/2023 financial year.

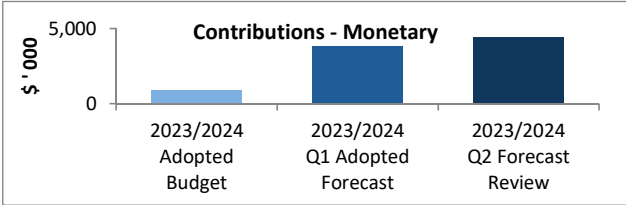


Grants - Capital Recurrent

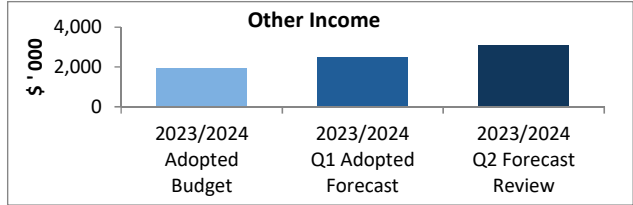
Recurrent Capital Grants Q2 Forecast has increased by \$1.5m since the Q1 Adopted Forecast and 2023/2024 Adopted Budget. These favourable variances are primarily due to the receipt of Roads to Recovery funding for projects completed in the 2022/2023 financial year. This does not impact the 2023/2024 program or associated funding. Recurrent Capital Grants is also \$1.39m more than YTD Q1 Adopted Forecast. This favourable variance is due to the previously mentioned 2022/2023 Roads to Recovery funding.

Q2 Forecast Review for period ended December 2023
Notes to Income Statement

Operating Revenue (continued)

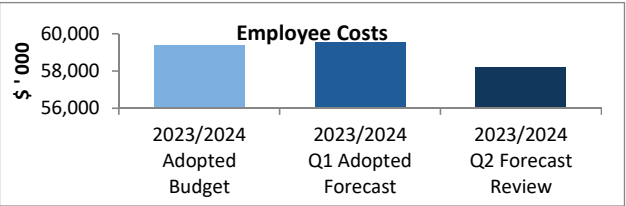


Contributions - Monetary
Monetary contributions Q2 Forecast has increased by \$666k since Q1 Adopted Forecast and \$3.59m since 2023/2024 Adopted Budget. These favourable variances are mostly due to insurance claim for property damage relating to the October 2022 Flood (\$2.83m) and March 2023 storm events (\$620k).

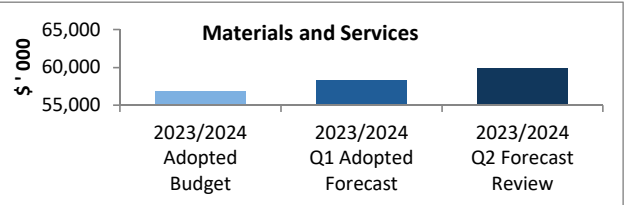


Other Income
Other income Q2 Forecast has increased by \$595k since Q1 Adopted Forecast and \$1.13m since 2023/2024 Adopted Budget. These favourable variances are primarily due to than projected treasury investment income (\$584k), an increase in the forecast of fuel rebate from council fleets (\$120k), and an increase in expected income for SAM Building cleaning costs (\$261k).

Operating Expense



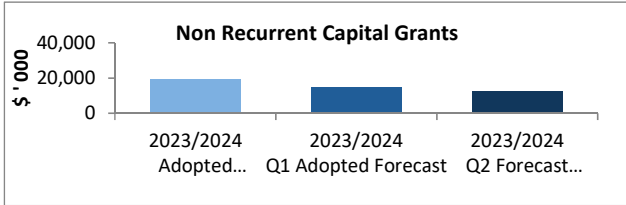
Employee Costs
Employee costs have decreased by \$1.4 million (1.98%) since the Q1 Adopted Forecast. This favourable variance is mainly the result of vacant positions across the organisation. The Maternal Child Health of Early Years department contributed \$627k to this cost reduction due to a shortage of staff.



Materials and Services
Materials and Services have increased by \$1.6m compared to the Q1 Adopted Forecast, primarily due to higher expenditure on the Benalla Road Upgrade project (\$448k for Telstra works not budgeted for), additional costs expected due to current contamination rates in kerbside organic bins (\$410k), and expenditure related to the October 2022 Floods (\$360k) covered by insurance income.

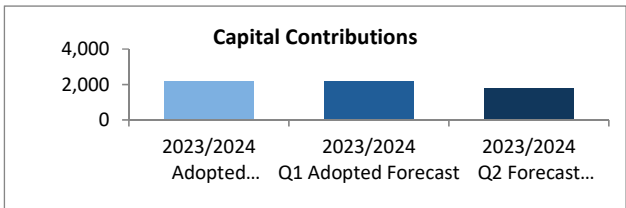
Q2 Forecast Review for period ended December 2023
Notes to Income Statement

Non Operating Items



Non Recurrent Capital Grants

Q2 Forecast for Non-Recurrent Capital Grants has reduced by \$1.9 million from the Q1 Adopted Forecast. This is primarily attributed to the re-budgeting of \$1 million from the LRCI Round 4 Funding to the FY 2024/25. Additionally, funding for the Shepparton Resource Recovery Upgrade Project has been reduced by \$342k as this project is no longer going ahead. Furthermore, income for the LATM Mooroopna Project has been adjusted downward by \$755k as it has also been re-budgeted for 2024/25.



Capital Contributions

Q2 Forecast Capital Contributions has reduced by \$406k mainly due to DCP Seven Creek Esatate contribution being re-budgeted to FY 2024/25.

Greater Shepparton City Council

Balance Sheet**Q2 Forecast Review for the period ending December 2023**

	FULL YEAR				YEAR TO DATE	MOVEMENT
	Total Actual June 2023	Adopted Budget June 2024	Q1 Adopted Forecast June 2024	Q2 Forecast Review June 2024	YTD Actual December 2023	June 2023 vs. YTD Actual (Fav)/Unfav
	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000
Current Assets						
Cash and Cash Equivalent	37,376	14,269	16,197	15,610	19,848	17,528
Receivables	16,609	13,725	13,609	13,517	57,019	(40,409)
Other Financial Assets	12,000	10,000	9,000	15,000	27,000	(15,000)
Inventories	125	159	125	125	145	(20)
Assets Held for Resale	454	-	454	-	189	264
Other Assets	3,095	1,804	1,723	1,723	718	2,377
Total Current Assets	69,658	39,957	41,107	45,975	104,918	(35,260)
Non Current Assets						
Investment in Associates	1,872	1,885	1,872	1,872	1,873	(1)
Infrastructure	1,325,909	1,419,723	1,393,896	1,385,291	1,327,265	(1,356)
Intangible Assets	36,511	31,749	36,061	36,061	36,383	129
Right-of-use Assets	262	123	139	139	195	67
Total Non Current Assets	1,364,554	1,453,480	1,431,968	1,423,363	1,365,715	(1,161)
Total Assets	1,434,212	1,493,437	1,473,075	1,469,338	1,470,634	(36,422)
Current Liabilities						
Trade & Other Payables	15,297	9,588	9,725	9,746	10,874	(4,422)
Trust Funds	6,047	5,103	6,047	6,047	10,082	4,035
Provisions	10,616	10,721	10,616	10,621	10,773	158
Interest Bearing Liabilities	2,870	3,221	3,221	3,155	1,447	(1,423)
Lease Liabilities	146	133	133	133	82	(63)
Total Current Liabilities	34,975	28,766	29,742	29,702	33,260	(1,715)
Non Current Liabilities						
Provisions	19,159	24,036	19,007	19,002	19,160	1
Interest Bearing Liabilities	15,553	14,236	14,236	13,608	15,554	1
Lease Liabilities	133	-	-	-	133	-
Total Non Current	34,845	38,272	33,243	32,610	34,846	1
Total Liabilities	69,820	67,038	62,986	62,312	68,106	(1,714)
Net Assets	1,364,392	1,426,399	1,410,089	1,407,026	1,402,528	(38,136)
Represented By						
Accumulated Surplus	530,006	547,738	542,556	539,946	568,142	(38,135)
Reserves	834,386	878,661	867,534	867,080	834,386	-
Total Equity	1,364,392	1,426,399	1,410,089	1,407,026	1,402,528	(38,136)

Notes to the Balance Sheet as at 30 December 2023

Receivables YTD Actual balance is high due to the 2023/2024 rates being raised in July 2023. These balances will reduce throughout the financial year as rates debtors payments are received.

Other Financial Assets YTD Actual from June 2023 is high due to investing cash available into term deposits until it is required for expenditure later in the financial year.

Greater Shepparton City Council
Cash Flow Statement
 Q2 Forecast Review for period ended 2023

	FULL YEAR				YEAR TO DATE
	Total Actual June 2023	Adopted Budget June 2024	Q1 Adopted Forecast June 2024	Q2 Forecast Review June 2024	YTD Actual December 2023
	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000
Cash flows from operating activities					
Receipts from customers	109,289	116,430	117,927	116,557	65,093
Payments to suppliers	(119,241)	(118,288)	(120,907)	(121,136)	(61,632)
Net cash inflow(outflow) from customers(suppliers)	(9,952)	(1,858)	(2,980)	(4,579)	3,461
Interest received	838	896	1,342	1,481	497
Government receipts	49,782	50,634	30,234	30,323	12,958
Contributions	4,007	3,068	5,991	6,251	4,488
Net cash inflow(outflow) from operating activities	44,675	52,740	34,587	33,476	21,404
Cash flows from investing activities					
Net movement in other financial assets	4,000	10,000	3,000	(3,000)	(15,000)
Infrastructure, property, plant & equipment - proceeds	856	1,147	1,147	1,147	343
Infrastructure, property, plant & equipment - payments	(40,652)	(64,125)	(58,177)	(50,958)	(22,410)
Net cash inflow(outflow) from investing activities	(35,796)	(52,978)	(54,030)	(52,811)	(37,067)
Cash flows from financing activities					
Finance Cost	(722)	(618)	(618)	(617)	(357)
Proceeds from interest bearing loans and borrowings	-	2,000	2,000	1,300	-
Repayment of interest-bearing loans and borrowings	(2,780)	(2,966)	(2,966)	(2,960)	(1,423)
Interest Paid - Lease Liability	(11)	(7)	(7)	(7)	(3)
Repayment of Lease Liability	(235)	(129)	(146)	(146)	(82)
Net cash inflow(outflow) from financing activities	(3,748)	(1,720)	(1,737)	(2,431)	(1,865)
Net increase(decrease) in cash and equivalents	5,131	(1,958)	(21,179)	(21,766)	(17,528)
Cash and equivalents at the beginning of the year	32,245	16,254	37,376	37,376	37,376
Cash and equivalents at the end of the year	37,376	14,296	16,197	15,610	19,848

Greater Shepparton City Council
Capital Works Statement
 Q2 Forecast Review for period ended December 2023

Capital Works Area	Note	YEAR TO DATE					FULL YEAR				
		2023/2024	2023/2024	2023/2024	YTD	YTD	2023/2024	2023/2024	2023/2024	Adopted	Q1 Adopted
		YTD Adopted Budget	YTD Q1 Adopted Forecast	YTD Actual	Adopted Budget Variance (Fav)/Unfav \$'000	Adopted Forecast Variance (Fav)/Unfav \$'000	Adopted Budget	Q1 Adopted Forecast	Q2 Forecast Review	Budget Variance (Fav)/Unfav \$'000	Forecast Variance (Fav)/Unfav \$'000
Aerodrome		175	0	42	(134) ▼	42 ▬	175	175	108	(67) ▬	(67) ▬
Bridges		0	0	0	0 ▬	0 ▬	2,144	2,142	2,142	(2) ▬	0 ▬
Buildings	1	796	843	614	(182) ▼	(229) ▬	2,096	2,228	2,220	124 ▬	(8) ▬
Computer & Telecommunications	2	494	453	5	(489) ▼	(448) ▬	676	687	687	11 ▬	0 ▬
Drainage	3	668	248	150	(518) ▼	(99) ▼	4,126	4,126	2,835	(1,290) ▼	(1,290) ▼
Fixture Fittings and Furniture		55	87	86	31 ▬	(0) ▬	55	90	90	35 ▬	0 ▬
Footpaths & Cycleways	4	1,676	1,335	1,059	(617) ▼	(276) ▬	3,225	3,225	3,208	(17) ▬	(17) ▬
Land		0	0	0	0 ▬	0 ▬	0	0	0	0 ▬	0 ▬
Land Improvements		27	7	9	(18) ▬	2 ▬	163	140	178	15 ▬	38 ▬
Off Street Car Parks		0	0	0	0 ▬	0 ▬	0	0	0	0 ▬	0 ▬
Parks, Open Space & Streetscape	5	3,047	234	1,901	(1,145) ▼	1,668 ▲	6,022	5,739	3,988	(2,033) ▼	(1,750) ▼
Plant Machinery & Equipment		2,179	2,036	2,295	116 ▬	259 ▬	5,976	6,121	6,121	145 ▬	0 ▬
Recreational Leisure and Community Facilities	6	1,369	1,127	334	(1,035) ▼	(794) ▬	2,359	2,412	2,543	185 ▬	132 ▬
Roads	7	19,431	15,797	13,827	(5,605) ▼	(1,970) ▼	30,131	24,011	23,002	(7,129) ▼	(1,009) ▬
Waste Management	8	76	68	33	(43) ▬	(36) ▼	5,186	5,302	2,052	(3,135) ▼	(3,250) ▼
Other Infrastructure		170	72	60	(110) ▼	(12) ▬	615	578	581	(34) ▬	3 ▬
Project Management Office		600	688	791	191 ▲	102 ▬	1,202	1,202	1,202	0 ▬	0 ▬
Total Capital Works		30,763	22,997	21,206	(9,557)	(1,791)	64,151	58,177	50,957	(13,194)	(7,220)
Capital Works Area		2023/2024 YTD Adopted Budget	2023/2024 YTD Adopted Forecast Q1	2023/2024 YTD Actual	YTD Adopted Budget Variance (Fav)/Unfav \$'000	YTD Q1 Adopted Forecast Variance (Fav)/Unfav \$'000	2023/2024 Adopted Budget	2023/2024 Q1 Adopted Forecast	2023/2024 Q2 Forecast Review	Adopted Budget Variance (Fav)/Unfav \$'000	Q1 Adopted Forecast Variance (Fav)/Unfav \$'000
Renewal		21,433	17,158	15,231	(6,202) ▼	(1,927) ▼	37,185	30,885	31,197	(5,988) ▼	311 ▲
Upgrade		2,948	2,718	2,211	(736) ▼	(507) ▼	10,087	10,692	6,019	(4,068) ▼	(4,673) ▼
New		4,954	1,851	2,486	(2,468) ▼	635 ▲	13,883	13,603	10,765	(3,118) ▼	(2,838) ▼
Expansion		829	582	487	(342) ▼	(95) ▬	1,794	1,794	1,774	(20) ▬	(20) ▬
Project Management Office		600	688	791	191 ▲	102 ▬	1,202	1,202	1,202	0 ▬	0 ▬
Total Capital Works		30,763	22,997	21,206	(9,557)	(1,791)	64,151	58,177	50,957	(13,194)	(7,220)

Notes to the Capital Works Statement for period ended December 2023	
1	Buildings YTD actual for Buildings is favourable \$229k compared to the YTD Q1 Forecast. This difference is due to the timing of Zero Emissions Project related works (\$158k variance), and Animal Shelter Investigation and Design (\$98k) to be delivered in early 2024.
2	Computer and Telecommunications YTD actual is \$448k favourable to the YTD Q1 Forecast mainly due to timing of the Desktop Virtualisation Project (\$344k), which is on track with more laptops scheduled to be purchased early 2024. Additionally the Firewall Upgrade Capital Project contributed to the favourable YTD variance of \$100k with the project to go out for tender in early 2024.
3	Drainage YTD favourable variance of \$99k compared to the YTD Q1 Forecast is due to timing of renewal works and design/investigation works. Q2 Forecast has reduced by \$1.29m, which is largely attributed to Margaret Street Pump Station Upgrade project which has been partially rebudgeted to next financial year 2024/2025 (\$1.3m).
4	Footpaths and Cycleways YTD actual is \$549k favourable to the YTD Q1 Forecast, mainly due to timing of the DCP North Growth Corridor Shared Path Project (\$290k) and Shared Path Extension - Route 2 Kidstown to Gemmill Swamp (\$160k) where the land purchase is expected to take possession in January 2024.
5	Parks, Open Space & Streetscape YTD actual is \$1.67m unfavourable to the YTD Q1 Forecast, largely due to the timing of part payment for the DCP North East Growth Corridor - Preparation of PSP project (\$1.7m). The Q2 Forecast has reduced by \$1.75m as the DCP Seven Creeks Estate Cormorant Park project has been re-budgeted to be delivered next financial year due to softening land sales.
6	Recreational Leisure and Community Facilities YTD actual is \$794k favourable to the YTD Q1 Forecast mainly due to the timing of the Stadium and Munarra Power Upgrade and Fire Tank Projects (\$657k).
7	Roads YTD variance is \$1.9m favourable to the YTD Q1 Forecast largely attributed to the Road Sealing Program (\$1.1m), which commenced later than planned. Q2 Forecast is \$1m less than the Q1 Forecast. This variance is mainly due to the Mooroopna Local Traffic Management project (\$1.1m) which has been moved to future financial years in line with funding availability. This reduction is partially offset by the addition of the Upgrade Bayunga Road and Midland Intersection design project (\$119k).
8	Waste Management Q2 Forecast is \$3.25m less than the Q1 Forecast. This is due to a reduction in the expected purchase price of purple bins (\$666k) and reduction of the Shepparton Resource Recovery Centre Upgrade project as the project will not be going ahead because the budget was insufficient compared to the estimated costs to deliver (\$2.66m). These reductions are partially offset by an increase in the cost of the Ardmona Resource Recovery Centre Upgrade project (\$77k).

Q2 Forecast Review for period ended 2023
Notes to the Capital Works Detail

1. Increase in capital expense

Responsible Department	Area	\$ ' 000	General Explanation
Projects	Marlboro Drive Upgrade	22	Forecast Variation to complete the project in this financial year and for northside driveways.
Projects	Ardmona Resource Recovery Centre Upgrade	77	Forecast increase required to accommodate cost increases against the project.
Projects	Stadium and Munarra - Power Upgrade	292	Cost increase required for this project, which was partially offset by a reduction in the Stadium and Munarra Fire Tank construction project.
Projects	Drainage Pumps Renewals	10	Forecast increase required due to cost increases as quoted by suppliers.
Projects	Saleyards Renewal Program	38	Forecast increase required to complete urgent sewer drainage pit repairs.
Projects	Upgrade Bayunga Rd and Midland Intersection	119	Forecast increase to undertake design.
Projects	October 2022 Floods – Shared Path Network	283	Project funded by the Council Flood Support Fund.
Projects	Pride Flag Pole & Lighting - Eastbank Welsford Street	3	Budget transfer from the operating budget to capital.
Infrastructure	Traffic Island Renewals	5	Forecast increase required as contractor quotes received are in excess of the original budget.
	Sub-total	849	

2. Decrease in capital expense

Responsible Department	Area	\$ ' 000	General Explanation
Active Living	Tatura Rural Outdoor Pool Base Repainting	(8)	Project completed. Saving relates to one less coat of paint being applied than was budgeted for.
Active Living	Mooroopna Rural Outdoor Pool - Pool Base Repainting	(9)	Project completed. Saving relates to one less coat of paint being applied than was budgeted for.
Projects	Cycling Strategy Works	(20)	Construction of project was completed early November under budget.
Projects	DCP South Growth Corridor - Ganges Shared Path	(280)	Updated estimate based on tenders received.
Projects	Tatura Park Playground	(1)	Project completed - decrease due to savings.
Projects	Kerbside Transition Program	(666)	Decreased forecast expenditure as quotation for the purchase of new purple glass bins came in under budget.
Projects	Stadium and Munarra - Fire Tank Construction	(103)	Reduction in estimated costs but will partially offset the increase in power upgrade for Stadium/Munarra project.
Projects	Midland Highway Mooroopna - Shared Path Lighting	(40)	Decreased forecast expenditure based on quotation prices.
Projects	Shepparton Aerodrome LED Lighting	(67)	Decreased forecast expenditure based on quotation prices for materials and contractor.
Projects	Asbestos Removal – Welsford Street Main Office	(8)	Adjusted to reflect actuals and commitments in line with income adjustment. Project completed in October 2023.
Projects	Shepparton Resource Recovery Centre Upgrade	(2,661)	Removed - Project is not proceeding as the budget was insufficient compared to the estimated costs.
Projects	Margaret Street Pump Station Upgrade	(1,300)	Re-budget - Current year expenditure forecast has reduced by \$1.3m and will need to be re-forecast into next financial year. The project will now be delivered across the current financial year and 2024/2025.
Projects	DCP - Seven Creeks Estate - Cormorant Park	(1,750)	Re-budget - Project will not be delivered in 2023/2024 and has been delayed to a future financial year, due to softening land sales.
Projects	Local Area Traffic Management - Mooroopna	(1,155)	Re-budget - Project not proceeding in the current financial year as funding is not available. Project will be re-budgeted to 2024/2025.
	Sub-total	(8,069)	

SUMMARY	
1. Increase in capital expense	849
2. Decreases in capital expense	(8,069)
TOTAL	(7,220)

Greater Shepparton City Council

Operating Statement**Q2 Forecast Review for period ended December 2023**

The Operating Statement details the Income Statement excluding non-recurrent items such as works on non-council assets and non-recurrent grant programs. It also excludes items that do not fund Council operations such as capital income and non-cash items.

	YEAR TO DATE					FULL YEAR				
	2023/2024 YTD Adopted Budget \$'000	2023/2024 Q1 Adopted Forecast \$'000	2023/2024 YTD Actuals \$'000	YTD Adopted Budget Variance (Fav)/Unfav \$	YTD Q1 Adopted Forecast Variance (Fav)/Unfav \$	2023/2024 Adopted Budget \$'000	2023/2024 Q1 Adopted Forecast \$'000	2023/2024 Q2 Forecast Review \$'000	Adopted Budget Variance (Fav)/Unfav \$	Q1 Adopted Forecast Variance (Fav)/Unfav \$
	Revenues from Operating Activities									
Rates and Charges	91,650	91,879	92,011	(362) ▫	(132) ▫	91,773	91,910	92,185	(413) ▫	(275) ▫
Statutory Fees	2,238	2,297	2,298	(60) ▫	(1) ▫	4,751	4,702	4,702	49 ▫	1 ▫
User Charges*	8,991	8,155	7,900	1,091 ▼	256 ▫	19,993	19,724	17,550	2,443 ▼	2,174 ▼
Operating Grants*	6,368	6,151	6,156	212 ▫	(5) ▫	28,732	29,658	30,074	(1,342) ▫	(416) ▫
Operating Contributions*	651	(1,675)	(285)	936 ▼	(1,390) ▲	1,627	(844)	326	1,301 ▼	(1,169) ▲
Other Income*	1,404	1,545	1,713	(309) ▲	(168) ▲	1,958	2,489	3,085	(1,127) ▲	(595) ▲
Total Operating Revenue	111,302	108,353	109,794	1,508	(1,440)	148,833	147,641	147,922	912	(281)
Expenses from Operating Activities										
Employee Costs*	29,366	28,638	28,702	(664) ▫	64 ▫	59,064	59,096	57,950	(1,114) ▫	(1,146) ▫
Materials and Services*	27,164	27,644	27,318	154 ▫	(326) ▫	52,678	54,440	55,498	2,820 ▫	1,058 ▫
Bad & Doubtful Debts	18,890	19,021	19,922	1,031 ▫	901 ▫	39,593	39,593	40,314	720 ▫	720 ▫
Depreciation	286	226	215	(71) ▫	(11) ▫	573	573	573	0 ▫	0 ▫
Amortisation	118	283	282	164 ▲	(1) ▫	354	354	354	0 ▫	0 ▫
Borrowing Costs	327	318	323	(4) ▫	5 ▫	628	628	635	7 ▫	7 ▫
Finance Costs - Leases	1,620	618	790	(829) ▼	172 ▲	1,620	1,620	1,620	0 ▫	0 ▫
Other Expenses	401	416	366	(36) ▫	(50) ▫	704	727	710	6 ▫	(17) ▫
Total Operating Expenses	78,173	77,164	77,918	(255)	753	155,214	157,030	157,653	2,439	623
ADJUSTED OPERATING RESULT	33,129	31,189	31,876	1,253	(687)	(6,381)	(9,389)	(9,731)	3,351	342

*Non-Recurrent items including the October 2022 Flood Event and works on non-council assets have been excluded from User Charges, Operating Grants Employee Costs and Materials and Services. These are listed below.

Projects excluded from the Operating Statement

	INCOME				EXPENSE			
	2023/2024 Adopted Budget \$'000	2023/2024 Q1 Adopted Forecast \$'000	2023/2024 Q2 Forecast Review \$'000	2023/2024 YTD Actuals \$'000	2023/2024 Adopted Budget \$'000	2023/2024 Q1 Adopted Forecast \$'000	2023/2024 Q2 Forecast Review \$'000	2023/2024 YTD Actuals \$'000
October 2022 Flood Event								
Grants - Operating	1,068	110	110	0	0	0	0	0
Contributions - Monetary	0	2,471	2,813	2,000	0	0	0	0
Employee Costs	0	0	0	0	333	477	265	186
Materials and Services	0	0	0	0	1,735	2,684	2,933	1,424
SUBTOTAL - Flood	1,068	2,581	2,923	2,000	2,068	3,161	3,198	1,611
Office handset renewal	0	0	0	0	0	250	154	167
Orrvale Rd and Poplar Ave Roundabout Enabling Works	0	0	0	0	173	15	15	0
Rain Event - June 2023	0	0	0	0	0	0	0	65
SUBTOTAL - Non-recurrent Operating	0	0	0	0	173	265	169	233
Benalla Road upgrade - Florence Street slip lane	0	149	149	0	0	28	449	449
Stadium/Munarra utilities upgrade	0	147	147	0	0	0	0	0
Edgewater Estate Intersection	0	0	0	0	1,600	204	204	6
Wheeler St - New Dookie Rd Intersection	0	167	167	0	0	40	25	7
Numurkah Road/Hawkins St Intersection	0	0	0	0	100	100	100	14
Murchison-Toolamba Community Hub Design	0	0	0	0	80	80	80	0
V/Line Associated Works	0	0	0	0	500	500	500	0
SUBTOTAL - Non-Council Assets	0	464	464	0	2,280	951	1,357	477
Total excluded from Operating Statement	1,068	3,044	3,387	2,000	4,521	4,377	4,724	2,320

The impact of the October 2022 Flood Event on Council's financial position has continued into the 2023/2024 financial year. Funding opportunities and recovery expenditure will continue to be monitored. The figures included in these tables are only those for the 2023/2024 financial year, and as at the end of December, the following income and expenditure areas were impacted:

Operating Grants - \$110k of Connecting Community to Builders program funding is expected.

Operating Contributions - Additional contributions of \$2.8m is expected from insurance claim activity which is \$360k more than the Q1 forecast, of which \$2m has been received YTD.

Employee Costs - Employee costs relates to the EMV Community Recovery Officer program.

Materials and Services - YTD expenditure mostly relates to insurance related works (\$1.17m) with the remaining expenditure related to grant income received in the prior financial year.

Capital - Note Council is also undertaking \$9.65m of sealed roads remediation works which is not captured in the above, as these works are capital works and therefore not included in the income statement. YTD expenditure of the sealed roads remediation works is \$8.8m.

Greater Shepparton City Council
Capital Summary
Q2 Forecast Review for period ended December 2023

	YEAR TO DATE					FULL YEAR				
	2023/2024 YTD Adopted Budget	2023/2024 YTD Q1 Adopted Forecast	2023/2024 YTD Actual	YTD Adopted Budget Variance (Fav)/Unfav	YTD Q1 Adopted Forecast Variance (Fav)/Unfav	2023/2024 Adopted Budget	2023/2024 Q1 Adopted Forecast	2023/2024 Q2 Forecast Review	Adopted Budget Variance (Fav)/Unfav	Q1 Adopted Forecast Variance (Fav)/Unfav
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Capital Income										
Capital Grants	651	3,366	4,763	(4,113) ▲	(1,397) ▲	21,321	16,193	15,847	5,475 ▼	347 ▬
Capital Contributions	353	119	139	215 ▼	(20) ▬	2,192	2,190	1,784	408 ▼	406 ▼
Proceeds from Sale of Assets	189	358	343	(154) ▲	15 ▬	1,147	1,147	1,147	0 ▬	0 ▬
Total Capital Income	1,193	3,843	5,245	(4,053)	(1,403)	24,660	19,530	18,777	5,883	753
Capital Expenditure										
Renewal	21,433	17,158	15,231	(6,202) ▼	(1,927) ▼	37,185	30,885	31,197	(5,988) ▼	311 ▬
Upgrade	2,948	2,718	2,211	(736) ▼	(507) ▼	10,087	10,692	6,019	(4,068) ▼	(4,673) ▼
New	4,954	1,851	2,486	(2,468) ▼	635 ▲	13,883	13,603	10,765	(3,118) ▼	(2,838) ▼
Expansion	829	582	487	(342) ▼	(95) ▬	1,794	1,794	1,774	(20) ▬	(20) ▬
Project Management Office	600	688	791	191 ▲	102 ▲	1,202	1,202	1,202	0 ▬	0 ▬
Total Capital Expenditure	30,763	22,997	21,206	(9,557)	(1,791)	64,151	58,177	50,957	(13,194)	(7,220)

**Q2 Forecast Review for period ended December 2023
Capital Works by Project**

Program	2023/2024 YTD Q1 Adopted Forecast \$ ' 000	YTD Actual \$ ' 000	YTD \$ Q1 Variance (Fav)/Unfav \$ ' 000	2023/2024 Q1 Adopted Forecast \$ ' 000	2023/2024 Q2 Forecast Review \$ ' 000	Q1 vs Q2 Variance (Fav)/Unfav \$ ' 000	Q1 vs Q2 Variance (Fav)/Unfav %	Traffic Light
Community	126,454	129,951	3,497	149,842	133,573	(16,269)	-11%	
Fixtures, Fittings and Furniture	86,600	86,220	(380)	89,842	89,842	0	0%	
Riverlinks - Moving Lights	31,600	34,390	2,790	34,842	34,842	0	0%	No Change
Christmas Decorations	55,000	51,830	(3,170)	55,000	55,000	0	0%	No Change
Recreational, Leisure and Community Facilities	39,854	43,731	3,877	60,000	43,731	(16,269)	(27%)	
Tatura Rural Outdoor Pool Base Repainting	20,346	22,436	2,090	30,000	22,436	(7,564)	(25%)	Decrease
Mooroopna Rural Outdoor Pool - Pool Base Repainting	19,508	21,295	1,787	30,000	21,295	(8,705)	(29%)	Decrease
Corporate Services	453,289	5,152	(448,137)	686,522	686,522	0	0%	
Computers and Telecommunications	453,289	5,152	(448,137)	686,522	686,522	0	0%	
Desktop Virtualisation (Desktop Refresh)	342,305	(1,509)	(343,814)	343,814	343,814	0	0%	No Change
Internet of Things (IoT) PoC	3,808	3,808	0	3,808	3,808	0	0%	No Change
Audio Visual Equipment	7,176	2,853	(4,323)	6,900	6,900	0	0%	No Change
Firewall Upgrade	100,000	0	(100,000)	150,000	150,000	0	0%	No Change
Plotter Replacement	0	0	0	110,000	110,000	0	0%	No Change
UPS and Battery Replacement	0	0	0	72,000	72,000	0	0%	No Change

Program	2023/2024	YTD Actual	YTD \$ Q1 Variance (Fav)/Unfav	2023/2024	2023/2024	Q1 vs Q2	Q1 vs Q2	Traffic Light
	YTD Q1 Adopted Forecast			Q1 Adopted Forecast	Q2 Forecast Review	Variance (Fav)/Unfav	Variance (Fav)/Unfav	
	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	%	
Infrastructure	21,671,363	20,671,376	(999,988)	56,335,171	49,131,554	(7,203,617)	-13%	
Aerodromes	0	41,586	41,586	175,200	108,000	(67,200)	(38%)	
Shepparton Aerodrome LED Lighting	0	41,800	41,800	175,200	108,000	(67,200)	(38%)	Decrease
Aerodrome Plane Parking and Concrete Helipad	0	(214)	(214)	0	0	0	0%	No Change
Bridges	255	255	0	2,142,158	2,142,158	0	0%	
Bridge Renewals	255	255	0	218,545	218,545	0	0%	No Change
Watt Road Bridge Replacement	0	0	0	200,000	200,000	0	0%	No Change
Major Culverts Renewals	0	0	0	286,000	286,000	0	0%	No Change
Toolamba Bridge - Investigation	0	0	0	200,000	200,000	0	0%	No Change
Major Culvert - Stewarton Road Dookie (BR1084)	0	0	0	200,000	200,000	0	0%	No Change
Major Culvert - Byrneside-Gillieston Road Merrigum (BR10073)	0	0	0	312,443	312,443	0	0%	No Change
Major Culvert - Merrigum-Ardmona Road (BR8073)	0	0	0	289,210	289,210	0	0%	No Change
R2R Major Culvert - Katandra Main Road Tallygaroopna (BR3081)	0	0	0	245,960	245,960	0	0%	No Change
R2R Major Culvert - Bridge Road Caniambo (BR2086)	0	0	0	190,000	190,000	0	0%	No Change
Buildings	312,194	241,951	(70,244)	1,477,643	1,469,824	(7,819)	(1%)	
New SAM	0	81	81	0	0	0	0%	No Change
Public Toilet Replacement Program	18,720	23,076	4,356	295,924	295,924	0	0%	No Change
Building Renewals	88,613	111,613	23,000	866,719	866,719	0	0%	No Change
Animal Shelter Investigation and Design	98,000	0	(98,000)	200,000	200,000	0	0%	No Change
Asbestos Removal – Welsford Street Main Office	106,861	107,181	320	115,000	107,181	(7,819)	(7%)	Decrease

Program	2023/2024	YTD Actual	YTD \$ Q1 Variance (Fav)/Unfav	2023/2024	Q1 vs Q2 Variance (Fav)/Unfav	Q1 vs Q2 Variance (Fav)/Unfav	Traffic Light
	YTD Q1 Adopted Forecast			Q2 Forecast Review			
	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	%	
Drainage	248,403	149,644	(98,759)	4,125,737	2,835,244	(1,290,493)	(31%)
Minor Culvert	12,500	0	(12,500)	25,000	25,000	0	0% No Change
Drainage Brick Pit Renewals	3,733	(467)	(4,200)	32,782	32,782	0	0% No Change
Marlboro Precinct - Drainage and Wetland	0	0	0	158,000	158,000	0	0% No Change
NEGC DCP RB-03 North East Retention Basin	20,785	785	(20,000)	718,000	718,000	0	0% No Change
Midland Highway to Carroll Road - Drainage	0	0	0	256,000	256,000	0	0% No Change
Localised Drainage	45,289	63,551	18,263	85,955	85,955	0	0% No Change
Lenne Street Flood Investigation and Design	95,196	76,184	(19,012)	200,000	200,000	0	0% No Change
Margaret Street Pump Station Upgrade	0	0	0	2,415,000	1,115,000	(1,300,000)	(54%) Decrease
Road Table Drain Renewals	15,000	0	(15,000)	65,000	65,000	0	0% No Change
Drainage Pumps Renewals	25,000	0	(25,000)	50,000	59,507	9,507	19% Increase
Urban Drainage Penstock Renewals	0	0	0	15,000	15,000	0	0% No Change
Drummond Road Drainage Design	15,900	900	(15,000)	40,000	40,000	0	0% No Change
Marungi Street Urban Drainage - Pipes and Pits Renewal	15,000	8,691	(6,309)	40,000	40,000	0	0% No Change
DCP Southdown Precinct - Hawkins Basin Upgrade (exp)	0	0	0	25,000	25,000	0	0% No Change
Footpaths and Cycleways	1,175,097	1,058,944	(116,153)	3,064,739	3,047,587	(17,152)	(1%)
Footpath Renewals	445,039	586,019	140,980	796,000	796,000	0	0% No Change
Shared Path	0	0	0	47,798	47,798	0	0% No Change
Cycling Strategy Works	113,000	98,411	(14,589)	119,000	98,625	(20,375)	(17%) Decrease
DCP South Growth Corridor - Ganges Shared Path	18,336	8,891	(9,445)	504,000	224,000	(280,000)	(56%) Decrease
DCP South Growth Corridor - Riverwood Shared Path	10,000	0	(10,000)	50,000	50,000	0	0% No Change
Gravel Paths Renewal	23,437	12,336	(11,101)	34,450	34,450	0	0% No Change
Footpath Connectivity Program	253,464	342,107	88,643	500,000	500,000	0	0% No Change
Accessible Parking and Pedestrian Facilities Program	21,321	11,930	(9,391)	76,491	76,491	0	0% No Change
DCP Lauriston Estate - St Lukes Shared Path on Highway	500	0	(500)	263,000	263,000	0	0% No Change
DCP North Growth Corridor - Verney Road Shared Path/Footbridge	290,000	0	(290,000)	305,000	305,000	0	0% No Change
Yanha Gurtji - RiverConnect Shared Path Extension - Route 1	0	0	0	369,000	369,000	0	0% No Change
River Road West to Sanctuary Shared Path	0	(750)	(750)	0	0	0	0% No Change
October 2022 Floods – Shared Path Network	0	0	0	0	283,223	283,223	0% Increase

Program	2023/2024	YTD Actual	YTD \$ Q1 Variance (Fav)/Unfav	2023/2024	Q1 vs Q2 Variance (Fav)/Unfav	Q1 vs Q2 Variance (Fav)/Unfav	Traffic Light	
	YTD Q1 Adopted Forecast			Q2 Forecast Review				
	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	%		
Land Improvements	6,778	8,586	1,808	130,000	167,500	37,500	29%	
SAM Precinct Works	0	450	450	0	0	0	0%	No Change
Katandra West Hall Landscaping	6,778	5,318	(1,460)	130,000	130,000	0	0%	No Change
Saleyards Renewal Program	0	2,818	2,818	0	37,500	37,500	0%	Increase
Other Infrastructure	760,680	851,055	90,375	1,750,285	1,752,985	2,700	0%	
Project Management Office	688,393	790,686	102,293	1,202,000	1,202,000	0	0%	No Change
Street Trees	0	0	0	109,273	109,273	0	0%	No Change
Street Trees	25,203	14,248	(10,955)	218,545	218,545	0	0%	No Change
Outdoor Furniture and Signage	14,302	13,411	(891)	33,685	33,685	0	0%	No Change
Guard Railing on Major Culverts	0	1,120	1,120	0	0	0	0%	No Change
Bus Shelter Program	32,782	31,590	(1,192)	32,782	32,782	0	0%	No Change
Guard Railing for Road Bridges	0	0	0	0	0	0	0%	No Change
Guard Railing on Major Culverts	0	0	0	154,000	154,000	0	0%	No Change
Pride Flag Pole & Lighting - Eastbank Welsford Street	0	0	0	0	2,700	2,700	0%	Increase
Parks, Open Space and Streetscapes	233,616	1,901,456	1,667,840	5,738,734	3,988,279	(1,750,455)	(31%)	
Wetlands and Native Infrastructure	32,186	35,542	3,356	97,256	97,256	0	0%	No Change
Playground and Border Renewals	45,347	16,032	(29,315)	367,000	367,000	0	0%	No Change
Parks Renewal	111,883	104,658	(7,225)	218,545	218,545	0	0%	No Change
Investigation & Design - Bike Jumps	0	0	0	200,000	200,000	0	0%	No Change
Australian Botanical Gardens - Carpark	14,200	6,000	(8,200)	75,000	75,000	0	0%	No Change
Judd Park Shade Sail	0	2,172	2,172	53,000	53,000	0	0%	No Change
DCP - Seven Creeks Estate - Cormorant Park	0	0	0	1,750,455	0	(1,750,455)	(100%)	Decrease
DCP South Growth Corridor - Edgewater Estate Landscaping	0	0	0	515,000	515,000	0	0%	No Change
DCP North East Growth Corridor - Preparation of PSP and DCP	0	1,730,535	1,730,535	2,366,478	2,366,478	0	0%	No Change
Kialla Lakes Ganaway Reserve Shade Sail	10,000	2,172	(7,828)	32,000	32,000	0	0%	No Change
Charles Park Shade Sail	10,000	2,172	(7,828)	32,000	32,000	0	0%	No Change
Riviera Park Shade Sail	10,000	2,172	(7,828)	32,000	32,000	0	0%	No Change

Program	2023/2024	YTD Actual	YTD \$	2023/2024	2023/2024	Q1 vs Q2	Q1 vs Q2	Traffic Light
	YTD Q1		Q1 Variance			Q2 Forecast	Variance	
	Adopted		(Fav)/Unfav	Forecast	Review	(Fav)/Unfav	(Fav)/Unfav	
	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	%	
Plant, Machinery and Equipment	1,981,438	2,268,220	286,782	6,066,079	6,066,079	0	0%	
Motor Vehicles and Plant	43,439	0	(43,439)	1,086,173	1,086,173	0	0%	No Change
Motor Vehicles and Plant	1,937,999	2,268,220	330,221	4,679,906	4,679,906	0	0%	No Change
New Portable Stormwater Pump	0	0	0	300,000	300,000	0	0%	No Change
Recreational, Leisure and Community Facilities	1,087,612	290,225	(797,387)	2,351,650	2,499,710	148,060	0%	
Our Sporting Future Fund Program	20,238	39,114	18,876	46,119	46,119	0	0%	No Change
Sports Infrastructure	138,635	127,218	(11,417)	310,610	310,610	0	0%	No Change
Active Living Renewals	0	59,213	59,213	96,000	96,000	0	0%	No Change
Irrigation Renewals	38,788	(5,412)	(44,200)	132,540	132,540	0	0%	No Change
Vibert Reserve Pavilion Redevelopment Stage 3 - Construction	0	(770)	(770)	0	0	0	0%	No Change
Deakin Scoreboard	190	190	0	190	190	0	0%	No Change
Hard Courts Renewal	32,000	0	(32,000)	102,000	102,000	0	0%	No Change
tatura Park Playground	5,550	5,551	1	6,678	5,551	(1,127)	(17%)	Decrease
Stadium/Munarra Wetland & Drainage Upgrade	0	(5,577)	(5,577)	0	0	0	0%	No Change
Stadium and Munarra - Car Parking Upgrade	60,000	591	(59,409)	79,000	79,000	0	0%	No Change
Stadium and Munarra - Power Upgrade	276,081	1,993	(274,088)	290,081	582,502	292,421	101%	Increase
Stadium and Munarra - Fire Tank Construction	382,500	0	(382,500)	401,500	298,266	(103,234)	(26%)	Decrease
Kialla Lakes Youth Spot (Half Basketball Court)	10,000	0	(10,000)	22,586	22,586	0	0%	No Change
Merrigum Youth Spot (Half Basketball Court)	10,000	0	(10,000)	22,586	22,586	0	0%	No Change
Midland Highway Mooroopna - Shared Path Lighting	6,870	6,370	(500)	105,000	65,000	(40,000)	(38%)	Decrease
Tatura Park Outdoor Park Sand Arena Fence	500	289	(211)	273,000	273,000	0	0%	No Change
Tatura Park Precinct Animal Fence	46,260	43,936	(2,324)	50,760	50,760	0	0%	No Change
BMX Clubrooms Detailed Design	60,000	17,518	(42,483)	74,000	74,000	0	0%	No Change
Tatura Park Western Oval Lighting Upgrade	0	0	0	339,000	339,000	0	0%	No Change

Program	2023/2024	YTD Actual	YTD \$ Q1 Variance (Fav)/Unfav	2023/2024	Q1 vs Q2 Variance (Fav)/Unfav	Q1 vs Q2 Variance (Fav)/Unfav	Traffic Light	
	YTD Q1 Adopted Forecast			Q2 Forecast Review				
	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	%		
Roads	15,796,794	13,826,596	(1,970,198)	24,010,834	23,002,249	(1,008,585)	(4%)	
Road Sealing Program	1,940,271	836,958	(1,103,313)	6,399,867	3,143,932	(3,255,935)	(51%)	Decrease
R4R MSTP Asphalt Works	0	0	0	0	1,671,254	1,671,254	0%	Increase
R4R MSTP Stabilisation	0	0	0	0	1,060,082	1,060,082	0%	Increase
R4R Reseal Preparation	0	0	0	0	524,599	524,599	0%	Increase
Gravel Resheeting	1,499,933	1,692,567	192,634	2,026,000	2,026,000	0	0%	No Change
Dust Suppressions	26,523	0	(26,523)	26,523	26,523	0	0%	No Change
Marlboro Drive Upgrade	655,528	677,278	21,750	655,528	677,278	21,750	3%	Increase
Kerb and Channel Renewal	374,506	217,365	(157,141)	643,000	643,000	0	0%	No Change
Fryers Street and Railway Parade Upgrade	8,539	24,644	16,105	8,539	8,539	0	0%	No Change
Knight and Hawdon Street Upgrade	5,887	5,887	0	169,580	169,580	0	0%	No Change
Dust Suppressant Seals	0	0	0	604,250	604,250	0	0%	No Change
Davies Road Upgrade	0	(128)	(128)	0	0	0	0%	No Change
Welsford Street Upgrade - Stage 4	0	(45)	(45)	0	0	0	0%	No Change
Andrew Fairley Avenue/ Lockwood Rd/ Old Dookie Rd Intersection	1,143,801	1,235,470	91,669	1,219,322	1,219,322	0	0%	No Change
Local Area Traffic Management - Mooroopna	450	450	0	8,587	8,587	0	0%	No Change
Maude Street Mall Redevelopment	49,823	50,751	928	60,000	60,000	0	0%	No Change
Sealed Road Gravel Shoulder Renewals	69,333	51,039	(18,294)	100,000	100,000	0	0%	No Change
Traffic Island Renewals	2,522	2,969	447	5,022	10,312	5,290	105%	Increase
North Street Shepparton Streetscaping	0	0	0	50,000	50,000	0	0%	No Change
GV Link Design Project	156,527	138,567	(17,960)	393,616	393,616	0	0%	No Change
Traffic Management Devices	10,140	16,596	6,456	40,000	40,000	0	0%	No Change
Hayes Street Upgrade Stage 3 - Johnson and Hayes Streets	62,000	6,430	(55,570)	150,000	150,000	0	0%	No Change
Rural Gravel Intersections Sealing Program	100,000	0	(100,000)	100,000	100,000	0	0%	No Change
October 2022 Floods - Sealed Roads Remediation	9,650,000	8,828,787	(821,213)	9,650,000	9,650,000	0	0%	No Change
Local Area Traffic Management - Mooroopna	0	0	0	1,155,000	0	(1,155,000)	(100%)	Decrease
Local Area Traffic Management - Shepparton Inner North	41,011	41,011	0	546,000	546,000	0	0%	No Change
Upgrade Bayunga Rd and Midland Intersection	0	0	0	0	119,375	119,375	0%	Increase

Program	2023/2024	YTD Actual	YTD \$ Q1 Variance (Fav)/Unfav	2023/2024	2023/2024	Q1 vs Q2	Q1 vs Q2	Traffic Light
	YTD Q1 Adopted Forecast			Q1 Adopted Forecast	Q2 Forecast Review	Variance (Fav)/Unfav	Variance (Fav)/Unfav	
	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	%	
Waste Management	68,497	32,858	(35,639)	5,302,112	2,051,939	(3,250,173)	(61%)	
Cosgrove 2 Landfill Cell 4 Capping	0	(26)	(26)	0	0	0	0%	No Change
Shepparton Resource Recovery Centre Upgrade	13,991	13,991	0	2,675,000	13,991	(2,661,009)	(99%)	Decrease
Ardmona Resource Recovery Centre Upgrade	(365)	(14)	351	70,320	147,278	76,958	109%	Increase
Kerbside Transition Program	54,871	19,120	(35,751)	2,391,792	1,725,670	(666,122)	(28%)	Decrease
Rural FOGO Implementation	0	0	0	165,000	165,000	0	0%	No Change
Cosgrove 3 Cell 1 Construction	0	(214)	(214)	0	0	0	0%	No Change
Sustainable Development	745,838	399,402	(346,436)	1,005,000	1,005,000	0	0%	
Buildings	530,838	372,038	(158,801)	750,000	750,000	0	0%	
2030 Zero Emission Project	530,838	372,038	(158,801)	750,000	750,000	0	0%	No Change
Footpaths and Cycleways	160,000	114	(159,886)	160,000	160,000	0	0%	
Shared Path Extension - Route 2 KidsTown to Gemmill Swamp	160,000	114	(159,886)	160,000	160,000	0	0%	No Change
Land Improvements	0	0	0	10,000	10,000	0	0%	
The Flats Signage - Design	0	0	0	10,000	10,000	0	0%	No Change
Other Infrastructure	0	0	0	30,000	30,000	0	0%	
CBD Wayfinding Signage	0	0	0	30,000	30,000	0	0%	No Change
Plant, Machinery and Equipment	55,000	27,250	(27,750)	55,000	55,000	0	0%	
Parking Machines	55,000	27,250	(27,750)	55,000	55,000	0	0%	No Change
Grand Total	22,996,945	21,205,881	(1,791,064)	58,176,535	50,956,649	(7,219,886)	(12%)	