

Greater Shepparton City Council

QUARTERLY FINANCIAL REPORT

2024/2025 Quarter 2 Financial Report

Overview

The 2024/2025 Quarter 2 (Q2) Financial Report provides commentary on year-to-date (YTD) budget performance and projected forecast variances, with a focus on Council's financial sustainability measures.

- Q2 Forecast adjusted underlying result is projected to be a deficit of \$3.5m. This is an improvement compared to the 2024/2025 Adopted Budget and the Q1 Forecast Review. This improvement is influenced by an expected increase in user fees due to higher commercial waste tonnage at Cosgrove landfill (\$2.0m). These user fees are allocated to fund future waste expenditure. Additionally, Council continue to observe an increase in operating monetary contributions, largely driven by non-recurrent insurance claim income for property damage relating to October 2022 Flood Event and March 2023 storm event.
- The YTD budget performance is on track. The YTD Actual adjusted underlying result is a surplus of \$53.7m, which is \$2.5m or 5% greater than the YTD Q1 Forecast Review. The YTD position is influenced by the generation of rates at the start of the year, and the favourable variance is mainly due to the receipt of Roads to Recovery (R2R) recurrent federal capital grants. As the financial year progresses and expenditure is incurred, Council is projecting a full year adjusted underlying deficit of \$3.5m.
- Since the Q1 Forecast Review, the Q2 Forecast capital works has decreased by \$388k to \$70.98m. This reduction is primarily due to adjustments reflecting contract awards for the Major Culvert-Byrneside-Gillieston Road Merrigum and the BMX Track Enhancement Drainage, Broadcasting and Maintenance projects. Further explanation is provided in the notes to the Capital Works Statement.
- Q2 Forecast liquidity reflects the impacts of Council's 2023/2024 ending position on the balance sheet, in particular current assets. The ending liquidity is projected to be 164% which is an increase from the Adopted Budget result of 121%. This improvement is partially due to additional monetary contributions and grant income received in 2023/2024, in addition to the impact of current year forecast improvements.
- As required by the Local Government Act 2020, the CEO has assessed whether a revised budget is required. The CEO has determined that a revised budget is not required as there has been no variation to declared rates and charges, there are no additional borrowings required beyond what was identified in the Adopted Budget and there have been no changes to the budget that should be the subject of community engagement.

Financial Sustainability Indicators

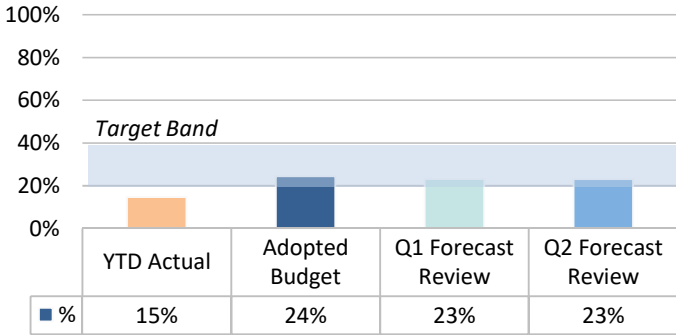
	2024/2025 YTD Q1 Forecast Review	2024/2025 YTD Actuals	2024/2025 Adopted Budget	2024/2025 Q1 Forecast Review	2024/2025 Q2 Forecast Review
Accounting Result	57.9m	70.2m	24.0m	29.5m	32.4m
Less Capital & Non Operating Items	(6.6m)	(16.5m)	(30.8m)	(34.8m)	(35.8m)
Adjusted Underlying Result	51.3m	53.7m	(6.8m)	(5.3m)	(3.5m)

Financial Plan 2021-2031 Indicators

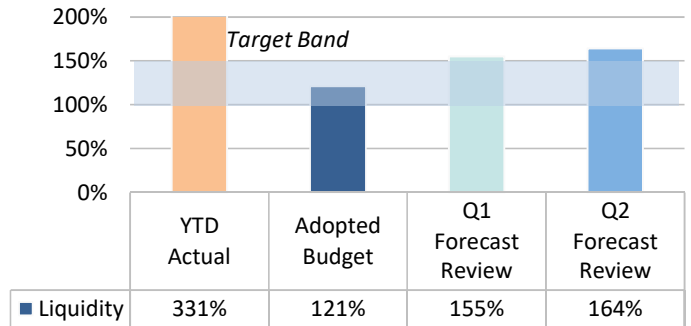
Indicator	Financial Plan Target	2024/2025 YTD Q1 Forecast Review	2024/2025 YTD Actuals	2024/2025 Adopted Budget	2024/2025 Q1 Forecast Review	2024/2025 Q2 Forecast Review
% Adjusted Underlying Result	As above (greater than 0%)	39%	40%	(4%)	(3%)	(2%)
Capital Renewal & Upgrade / Depreciation	Ensure sufficient spend on renewing/ upgrading existing assets (greater than 100%)	71%	55%	103%	104%	100%
Liquidity	Maintain sufficient working capital to meet obligations as they fall due (greater than 100%)	155%	331%	121%	155%	164%

Financial Health

Loans and Borrowings as a percentage of rates

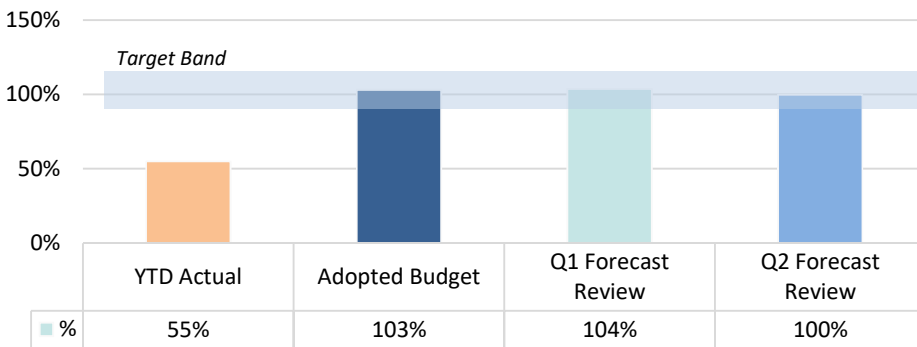


Current assets as a percentage of current liabilities



Asset Renewal and Upgrade and Capital Expenditure

Asset renewal and upgrade as a percentage of depreciation



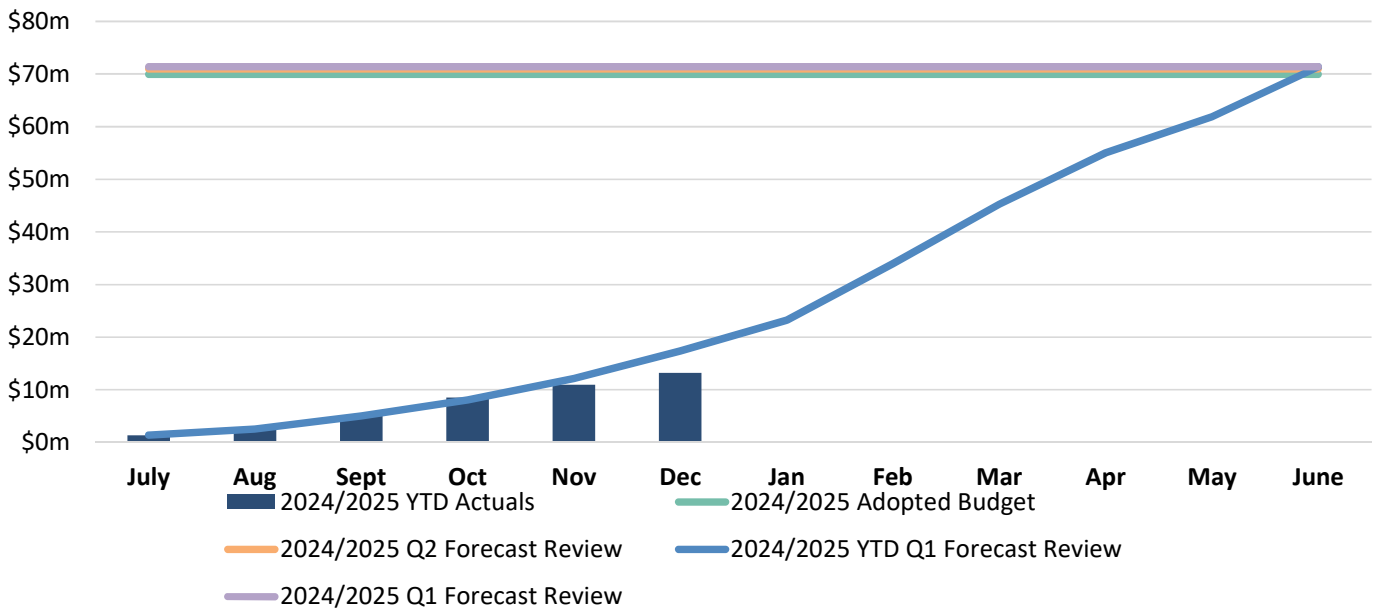
Capital Forecast as a % of Adopted Budget

Council Plan Target

90%

Projected Full Year

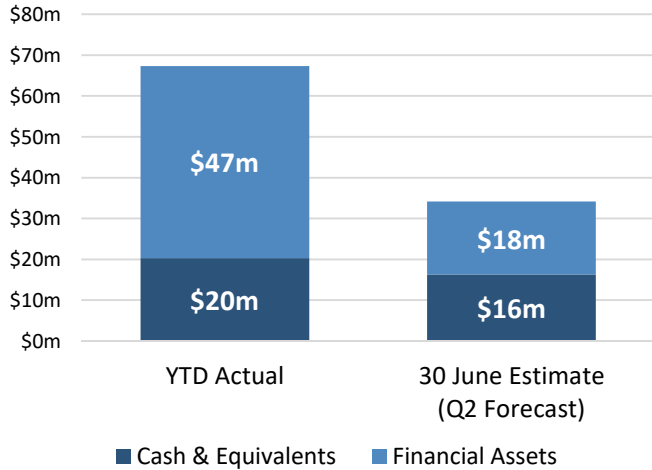
101%



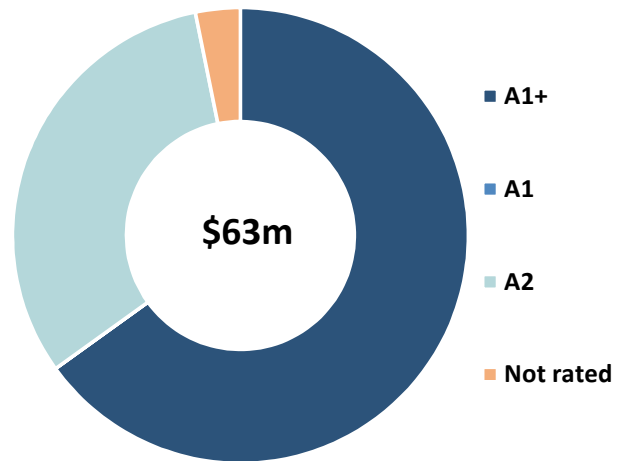
Refer to the Capital Works Statement for further information

Cash, Cash Equivalent and Investments

Cash & Financial Assets



Investments

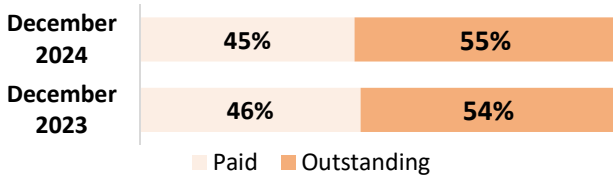


Total cash and financial assets is expected to reduce in the lead up to end of financial year, as Council delivers services and capital infrastructure.

At December 2024, Council had \$63m invested, with no Green Term Deposits due to availability with approved authorised deposit-taking institutions. The weighted average interest rate of investments is 4.93% with YTD interest earned of \$1.49m.

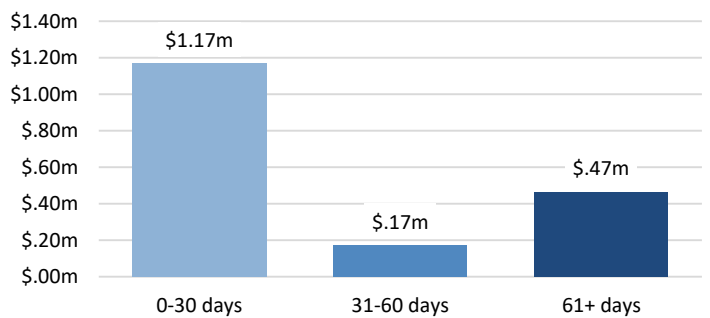
Rates and Debtors

Rates Payments



In December 2024, rates recovery is on track compared to prior year. Payment arrangements are 17% higher compared to the same time last year.

Overdue Sundry Debtors



Rates Assessments = 35,083

Current Payment Arrangements = 1120

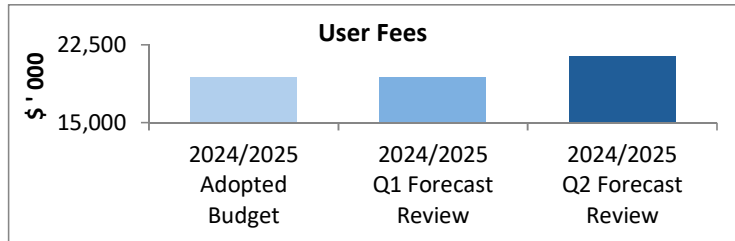
Greater Shepparton City Council
Income Statement
Q2 Forecast Review for period ended December 2024

Notes	YEAR TO DATE					FULL YEAR				
	2024/2025	2024/2025	2024/2025	YTD	YTD	2024/2025	2024/2025	2024/2025	Adopted	Q1 Forecast
	YTD	YTD	YTD	Adopted	Q1 Forecast	Adopted	Q1 Forecast	Q2 Forecast	Budget	Review
	Adopted	Q1 Forecast	Actuals	Budget	Review	Budget	Review	Review	Variance	Variance
				Variance	Variance				(Fav)/Unfav	(Fav)/Unfav
	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000
Revenues from Operating Activities										
Rates and Charges	95,670	95,382	95,836	(166) ▾	(454) ▾	95,995	96,092	96,092	(97) ▾	0 ▾
Statutory Fees and Fines	2,491	2,599	2,541	(50) ▾	59 ▾	4,705	4,725	4,941	(236) ▾	(216) ▾
User Fees	9,434	9,389	9,453	(19) ▾	(64) ▾	19,405	19,381	21,380	(1,975) ▲	(2,000) ▲
Grants - Operating	22,386	21,941	21,835	551 ▾	106 ▾	30,140	29,600	30,188	(48) ▾	(588) ▾
Grants - Capital Recurrent	0	0	1,223	(1,223) ▾	(1,223) ▾	2,033	2,033	2,033	0 ▾	0 ▾
Contributions - Monetary	620	871	1,731	(1,111) ▲	(860) ▲	836	3,358	3,742	(2,906) ▲	(384) ▲
Net Gain on Disposal of Assets	0	218	0	0 ▾	218 ▼	27	27	27	0 ▾	0 ▾
Other Income	1,570	2,114	2,366	(796) ▲	(252) ▲	2,821	3,617	4,126	(1,305) ▲	(509) ▲
Total Operating Revenue	132,172	132,515	134,985	(2,814)	(2,470)	155,961	158,832	162,529	(6,567)	(3,697)
Expenses from Operating Activities										
Employee Costs	30,398	30,536	30,938	540 ▾	401 ▾	61,396	61,173	61,063	(332) ▾	(110) ▾
Materials and Services	32,828	29,931	29,714	(3,113) ▾	(217) ▾	58,037	59,574	61,504	3,467 ▾	1,930 ▾
Depreciation	20,506	19,875	19,419	(1,087) ▾	(456) ▾	41,012	41,012	41,012	0 ▾	0 ▾
Amortisation - Leases and Intangibles	297	211	158	(139) ▼	(53) ▾	573	573	573	0 ▾	0 ▾
Bad & Doubtful Debts	0	0	145	145 ▾	145 ▾	560	560	560	0 ▾	0 ▾
Borrowing Costs	280	275	277	(3) ▾	1 ▾	530	530	530	0 ▾	0 ▾
Net Loss on Disposal of Assets	546	0	205	(341) ▼	205 ▲	0	0	0	0 ▾	0 ↑
Finance Costs - Leases	0	1	1	1 ▾	0 ▾	2	2	2	0 ▾	0 ▾
Other Expenses	443	399	385	(59) ▾	(14) ▾	700	747	756	56 ▾	9 ▾
Total Operating Expenses	85,298	81,228	81,241	(4,057)	13	162,809	164,171	165,999	3,190	1,829
ADJUSTED UNDERLYING RESULT	46,873	51,288	53,744	(6,871)	(2,457)	(6,847)	(5,339)	(3,471)	(3,377)	(1,868)
Non-operating Income and Expenditure										
Grants - Capital Non Recurrent	988	2,789	3,118	(2,130) ▲	(328) ▲	17,625	21,501	22,488	(4,863) ▲	(987) ▾
Contributions - Monetary (Capital)	1,186	514	193	992 ▼	321 ▼	1,386	1,516	1,541	(156) ▲	(25) ▾
Contributions - Non Monetary	11,812	3,300	13,141	(1,329) ▲	(9,841) ▲	11,812	11,812	11,812	0 ▾	0 ▾
Total Non Operating Items	13,986	6,604	16,452	(2,466)	(9,848)	30,823	34,830	35,842	(5,019)	(1,012)
ACCOUNTING SURPLUS/(DEFICIT)	60,859	57,891	70,196	(9,337)	(12,305)	23,975	29,491	32,371	(8,396)	(2,880)

Q2 Forecast Review for period ended December 2024

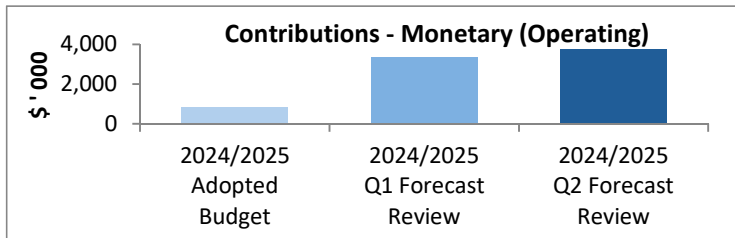
Notes to Income Statement

Operating Revenue



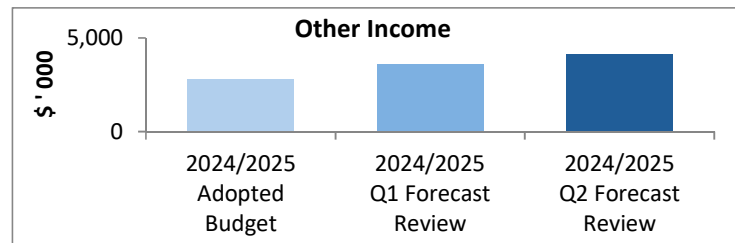
User Fees

User fees Q2 Forecast has increased by \$2.0m since 2024/2025 Adopted Budget and Q1 Forecast Review. This favourable variance is mostly due to an increase in commercial waste tonnage at Cosgrove landfill, with an additional 1,000 tonnes anticipated per month for the remainder of financial year. This favourable variance is partially offset by an increase in EPA levy within materials and services.



Contributions - Monetary (Operating)

Operating monetary contributions is \$860k more than YTD Q1 Forecast Review. Q2 Forecast has increased by \$2.91m and \$384k since 2024/2025 Adopted Budget and Q1 Forecast Review respectively. These favourable variances are mostly due to insurance claims for property damage relating to October 2022 Flood Event (\$2.28m), additional civil works developer contributions, mostly relating to the North Quarter Estate (\$375k) and additional income for the Local Emergency Action Plan project being conducted in partnership with Strathbogie Shire Council (\$240k).

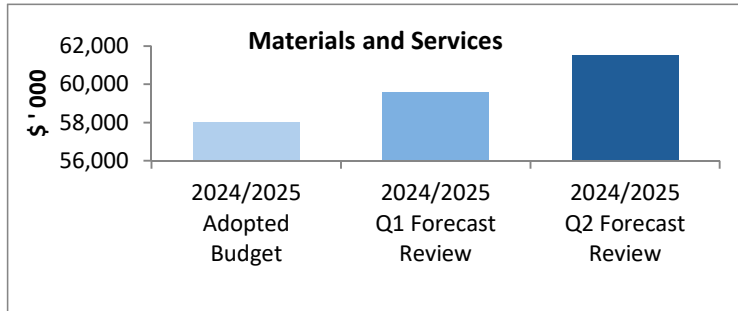


Other Income

Other income is \$252k more than YTD Q1 Forecast Review. Q2 Forecast has increased by \$1.31m and \$509k since 2024/2025 Adopted Budget and Q1 Forecast Review respectively. These favourable variances are mostly due to an increase in the projected treasury investment income (\$894k), driven by higher interest rates on investments and additional funds investments due to early receipt of the Federal Financial Assistance Grants in July and carry over of capital works. Additionally, there is an expected increase in income for the auspice of Regional Cities Victoria (\$266k), which will be offset by increases in materials and services expenditure.

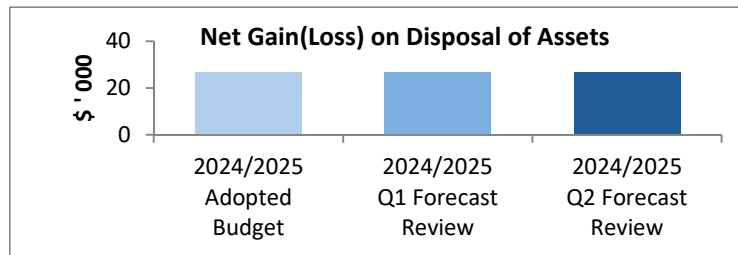
Q2 Forecast Review for period ended December 2024 Notes to Income Statement

Operating Expense



Materials and Services

Materials and Services Q2 Forecast has increased by \$3.47m and \$1.93m since 2024/2025 Adopted Budget and Q1 Forecast Review respectively. These unfavourable variance are mostly due to an increase in the EPA levy (\$929k), driven by an expected rise in commercial waste tonnage at Cosgrove landfill, with an additional 1,000 tonnes anticipated per month. This increase is offset by expected increase in user fees. These unfavourable variances are also impacted by the ongoing expenditure resulting from the October 2022 Flood Event and December 2024 Storm Event (\$460k), though these are mostly offset by additional monetary contributions from insurance claims. The forecast variance is also driven by further costs relating to consultant and legal expenses for the Victorian Planning Authority panel costs for the Shepparton South East Growth Corridor (\$230k).



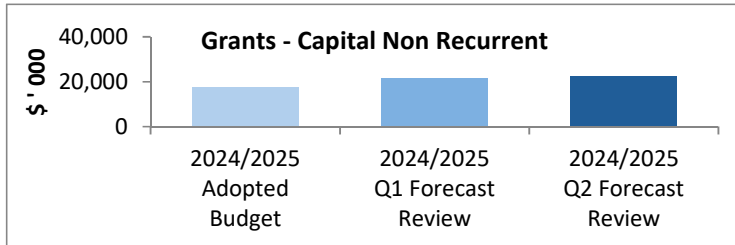
Net Gain (Loss) on Disposal of Assets

Net Gain (Loss) of Disposal of Assets is \$424k more than YTD Q1 Forecast Review. This unfavourable variance is mostly due to the timing of processing asset disposals. To date there is no identified impact on the full year forecast result.

Q2 Forecast Review for period ended December 2024

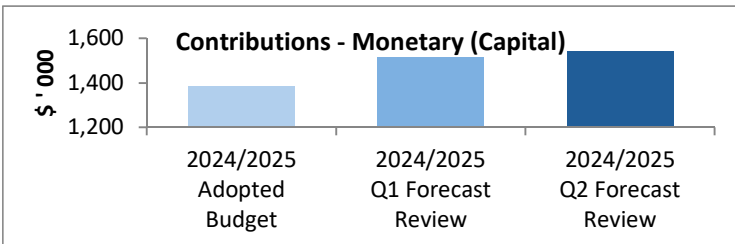
Notes to Income Statement

Non Operating Items



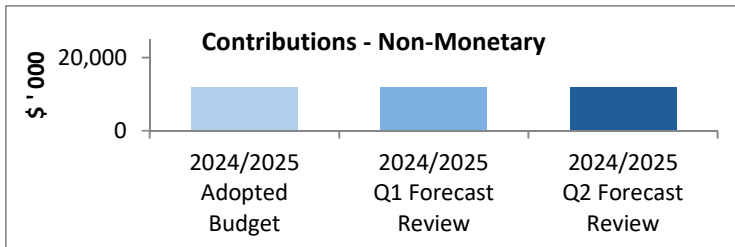
Grants - Capital Non Recurrent

Non-recurrent capital grants is \$328k more than YTD Q1 Forecast Review and Q2 Forecast has increased by \$4.86m since 2024/2025 Adopted Budget. These favourable variances are mostly due to the allocation of the Local Roads and Community Infrastructure (LRCI) phase 2 and 3 funding for projects completed in 2023/2024 financial year. Additionally, it includes a \$987k increase to recognise 23% of the DRFA advance payment received for the October 2022 Flood Event Sealed Roads Remediation works, based on the current assessment outcome.



Contributions - Monetary (Capital)

Capital monetary contributions is \$321k less than YTD Q1 Forecast Review. This unfavourable variance is mostly due to the timing of developer contributions. The Q2 Forecast has increased by \$156k since 2024/2025 Adopted Budget. This favourable variance is mostly due to additional monetary contributions relating to High Voltage Urban Residential Equalisation Rebate received from Powercor for the Stadium and Munarra Power Upgrade.



Contributions - Non-Monetary

Capital non-monetary contribution is \$9.84m more than YTD Q1 Forecast Review. This favourable variance is mainly due to the timing of the recognition of gifted assets from completed developments, including North Quarter Estate and Silkwater plains.

Balance Sheet

Q2 Forecast Review for period ended December 2024

Notes	FULL YEAR				YEAR TO DATE	MOVEMENT
	Total Actual June 2024	Adopted Budget June 2025	Q1 Forecast Review June 2025	Q2 Forecast Review June 2025	YTD Actual December 2024	June 2024 vs. YTD Actual (Fav)/Unfav
	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000
Current Assets						
Cash and Cash Equivalent	23,459	14,381	16,296	16,297	20,318	3,142
Receivables	19,675	13,704	16,926	17,272	63,278	(43,603)
Other Financial Assets 1	21,000	10,500	14,700	17,850	47,000	(26,000)
Inventories	121	125	121	121	199	(78)
Assets Held for Resale	0	1,796	1,796	1,796	0	0
Other Assets	3,184	1,723	3,185	3,185	1,498	1,685
Total Current Assets	67,440	42,229	53,024	56,521	132,293	(64,853)
Non Current Assets						
Investment in Associates	1,883	1,872	1,883	1,883	1,883	0
Infrastructure	1,317,785	1,454,234	1,392,900	1,392,513	1,326,136	(8,351)
Intangible Assets	36,020	35,611	35,570	35,570	35,919	100
Right-of-use Assets	67	0	-	0	10	58
Total Non Current Assets	1,355,755	1,491,717	1,430,353	1,429,966	1,363,949	(8,194)
Total Assets	1,423,194	1,533,946	1,483,376	1,486,487	1,496,242	(73,048)
Current Liabilities						
Trade & Other Payables	11,836	9,842	9,965	10,139	6,874	(4,962)
Contract and other liabilities	8,531	-	-	55	11,071	2,540
Trust Funds	5,847	6,047	5,847	5,847	9,915	4,068
Provisions	9,963	10,797	10,151	10,151	10,644	681
Interest Bearing Liabilities	2,970	8,268	8,224	8,224	1,501	(1,469)
Lease Liabilities	78	0	-	0	11	(67)
Total Current Liabilities	39,224	34,954	34,187	34,416	40,015	791
Non Current Liabilities						
Provisions	20,594	18,669	20,249	20,249	20,594	0
Interest Bearing Liabilities	12,583	15,091	13,917	13,917	12,583	0
Total Non Current Liabilities	33,178	33,760	34,166	34,166	33,178	0
Total Liabilities	72,402	68,714	68,353	68,583	73,193	791
Net Assets	1,350,792	1,465,232	1,415,023	1,417,904	1,423,049	(72,257)
Represented By						
Accumulated Surplus	518,336	561,881	547,827	550,707	588,533	(70,197)
Reserves	832,456	903,351	867,196	867,197	834,516	(2,060)
Total Equity	1,350,792	1,465,232	1,415,023	1,417,904	1,423,049	(72,257)

Notes to the Balance Sheet as at December 2024

1 **Other Financial Assets** Q2 Forecast has increased by \$3.15m since the 2024/2025 Q1 Forecast Review. This favourable variance is mostly due to additional user fees and grant income. See income statement notes for more detail.

Greater Shepparton City Council
Cash Flow Statement
Q2 Forecast Review for period ended December 2024

	FULL YEAR				YEAR TO DATE
	Total Actual June 2024	Adopted Budget June 2025	Q1 Forecast Review June 2025	Q2 Forecast Review June 2025	YTD Actual December 2024
	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000
Cash flows from operating activities					
Receipts from customers	117,071	120,591	123,608	125,590	68,103
Payments to suppliers	(114,772)	(120,027)	(123,583)	(125,214)	(62,157)
Net cash inflow(outflow) from customers(suppliers)	2,299	564	25	376	5,947
Interest received	1,699	1,397	1,801	2,291	817
Government receipts	26,621	49,421	45,200	46,735	28,716
Contributions	8,374	2,222	4,874	5,283	28,253
Net cash inflow(outflow) from operating activities	38,993	53,604	51,899	54,684	63,733
Cash flows from investing activities					
Net movement in other financial assets	(9,000)	4,500	6,300	3,150	(26,000)
Infrastructure, property, plant & equipment - proceeds	1,536	27	27	27	490
Infrastructure, property, plant & equipment - payments	(41,778)	(69,970)	(71,385)	(70,984)	(39,547)
Net cash inflow(outflow) from investing activities	(49,242)	(65,443)	(65,058)	(67,807)	(65,057)
Cash flows from financing activities					
Finance Cost	(628)	(530)	(513)	(548)	(281)
Proceeds from interest bearing loans and borrowings	0	9,675	9,675	9,675	0
Repayment of interest-bearing loans and borrowings	(2,871)	(3,079)	(3,087)	(3,087)	(1,469)
Interest Paid - Lease Liability	(7)	(2)	(2)	(2)	(1)
Repayment of Lease Liability	(162)	(133)	(78)	(78)	(67)
Net cash inflow(outflow) from financing activities	(3,668)	5,931	5,995	5,960	(1,818)
Net increase(decrease) in cash and equivalents	(13,917)	(5,908)	(7,163)	(7,162)	(3,142)
Cash and equivalents at the beginning of the year	37,376	20,289	23,459	23,459	23,459
Cash and equivalents at the end of the year	23,459	14,381	16,296	16,297	20,318

Notes to the Cash Flow Statement as at December 2024

1 The net inflow from operating activities has increased by \$2.75m since the Q1 Forecast Review. This favourable variance is mostly due to additional receipts from customers, mostly relating to additional waste income from Cosgrove landfill. This favourable variance is also impacted by additional government receipts relating to LRCI (Local Roads and Community Infrastructure) grants for capital projects completed in previous financial years.

Greater Shepparton City Council
Capital Works Statement
Q2 Forecast Review for period ended December 2024

Capital Works Area	Note	YEAR TO DATE					FULL YEAR				
		2024/2025 YTD	2024/2025 YTD	2024/2025 YTD	YTD Adopted Budget	YTD Q1 Forecast Review	2024/2025 Adopted Budget	2024/2025 Q1 Forecast Review	2024/2025 Q2 Forecast Review	Adopted Budget Variance	Q1 Forecast Review Variance
		Adopted Budget	Q1 Forecast Review	Actuals	Variance	Variance	Budget	Review	Review	(Fav)/Unfav	(Fav)/Unfav
		\$ ' 000	\$ ' 000	\$ ' 000	(Fav)/Unfav \$'000	(Fav)/Unfav \$'000	\$ ' 000	\$ ' 000	\$ ' 000	\$'000	\$'000
Bridges	1	601	369	247	(353) ▼	(122) ▼	1,486	1,239	962	(524) ▼	(277) ▼
Buildings	2	492	366	265	(228) ▼	(101) ▼	2,159	2,195	2,120	(39) ▬	(75) ▬
Computer & Telecommunications		40	62	61	21 ▬	(1) ▬	2,085	2,119	2,122	37 ▬	3 ▬
Drainage	3	2,297	1,824	1,109	(1,187) ▼	(715) ▼	7,539	7,568	7,617	78 ▬	49 ▬
Fixture Fittings and Furniture	4	972	521	101	(870) ▼	(420) ▼	1,748	1,738	1,658	(90) ▬	(80) ▬
Footpaths & Cycleways	5	1,354	1,310	949	(405) ▼	(361) ▼	2,695	2,759	2,747	52 ▬	(12) ▬
Land		0	0	7	7 ▬	7 ▬	0	0	0	0 ▬	0 ▬
Land Improvements		0	0	0	0 ▬	0 ▬	0	9	9	9 ▬	0 ▬
Parks, Open Space & Streetscape		330	454	421	91 ▬	(33) ▬	1,432	1,953	1,976	544 ▲	23 ▬
Plant Machinery & Equipment	6	12	1,450	1,033	1,021 ▲	(416) ▼	4,081	3,908	3,908	(173) ▬	0 ▬
Recreational Leisure and Community Facilities	7	2,814	2,522	1,720	(1,094) ▼	(802) ▼	5,803	6,463	6,348	545 ▬	(115) ▬
Roads	8	8,070	7,291	6,210	(1,861) ▼	(1,082) ▼	38,455	38,748	38,823	368 ▬	75 ▬
Waste Management		0	0	0	0 ▬	0 ▬	0	162	182	182 ▬	20 ▬
Other Infrastructure		365	376	350	(14) ▬	(25) ▬	749	775	777	28 ▬	1 ▬
Project Management Office		829	810	791	(38) ▬	(19) ▬	1,736	1,736	1,736	0 ▬	0 ▬
Total Capital Works		18,175	17,355	13,265	(4,910)	(4,090)	69,968	71,371	70,984	1,016	(388)

Capital Works Area	2024/2025 YTD	2024/2025 YTD	2024/2025 YTD	YTD Adopted Budget	YTD Q1 Forecast Review	2024/2025 Adopted Budget	2024/2025 Q1 Forecast Review	2024/2025 Q2 Forecast Review	Adopted Budget Variance	Q1 Forecast Review Variance
	Adopted Budget	Q1 Forecast Review	Actuals	Variance	Variance	Budget	Review	Review	(Fav)/Unfav	(Fav)/Unfav
	\$ ' 000	\$ ' 000	\$ ' 000	(Fav)/Unfav \$'000	(Fav)/Unfav \$'000	\$ ' 000	\$ ' 000	\$ ' 000	\$'000	\$'000
Renewal	11,049	10,000	7,603	(3,446) ▼	(2,397) ▼	29,085	28,795	28,411	(673) ▬	(384) ▬
Upgrade	4,341	4,140	3,061	(1,280) ▼	(1,079) ▼	13,148	13,717	12,498	(650) ▬	(1,219) ▬
New	1,810	2,230	1,789	(21) ▬	(441) ▼	26,982	27,990	29,192	2,210 ▬	1,202 ▬
Expansion	145	174	20	(125) ▼	(153) ▼	754	869	883	129 ▲	14 ▬
Project Management Office	829	810	791	(38) ▬	(19) ▬	0	0	0	0 ▬	0 ▬
Total Capital Works	18,175	17,355	13,265	(4,910)	(4,090)	69,968	71,371	70,984	1,016	(388)

Notes to the Capital Works Statement for period ended December 2024	
1	Bridges is \$122k less than YTD Q1 Forecast Review. This variance is mainly due to the delays in scoping and procurement for Bridge Renewals (\$65k).
2	Buildings is \$101k less than YTD Q1 Forecast Review. This variance is mostly due to contractor delays for the Shepparton Animal Shelter Security and Building Upgrades project (\$52k). Further delays with the Building Renewals project (\$46k) due to the contractor's availability has also impacted this variance.
3	Drainage is \$715k less than YTD Q1 Forecast Review. This variance is mainly due to delays in commencing the Drummond Rd Drainage project (\$622k) because of the ongoing redesign work.
4	Fixture Fittings and Furniture is \$420k less than YTD Q1 Forecast Review. This variance is mostly due to delays in scoping and lighting design confirmation for the Cycling Precinct Velodrome Lighting Upgrade project (\$166k). A further delay in scoping and procurement process for the Westside Air Conditioning Replacement project (\$123k) has also impacted this variance.
5	Footpaths & Cycleways is \$361k less than YTD Q1 Forecast Review. This variance is mostly due to delays in design consultation for the On Road Cycling Connectivity Program (\$168k) and further delays in the design procurement process for the Shared Path Extension - Route 2 Kid Town to Gemmill Swamp. The delivery of the design is expected to commence in January 2025.
6	Plant Machinery & Equipment is \$416k less than YTD Q1 Forecast Review. This variance is primarily due the timing of delivery of motor vehicles.
7	Recreational Leisure and Community Facilities is \$802k less than YTD Q1 Forecast Review. This variance is mostly due to delays in commencing the Shepparton BMX Club Multi Use Events Pavilion project due to redesign work required for value management (\$570k). Additionally, this variance is impacted by the Shepparton Sports City Precinct Enhancement Package, which has been delayed pending a signed joint use agreement with Department of Education (\$336k).
8	Roads is \$1.08m less than YTD Q1 Forecast Review variance. This variance is mostly due to delays in obtaining certified designs for the Road Sealing Program (\$982k).

Notes to the Capital Works Detail
Q2 Forecast Review for period ended December 2024

1. Increase in capital expense

Responsible Department	Area	\$ ' 000	General Explanation
Projects Delivery	Gemini Crescent Court Bowl	50	Increase to facilitate the legal consultation relating to the land acquisition.
Parks, Sport and Recreation	Our Sporting Future Fund Program	27	Budget reallocated from operating due to the nature of the projects to be completed.
Active Living	Aquatic Services Renewals	27	Increase to facilitate required completion of the indoor boiler project.
Projects Delivery	Marlboro Precinct - Drainage and Wetland	26	Increase to reflect the contract award.
Projects Delivery	Shelby Court Extension	25	Increase to reflect approved court extension in alignment with the Shepparton North Activity Centre structure plan.
Projects Delivery	SGC DCP - Edgewater Highway Reserve	23	Increase to reflect approved design works to be undertaken in 2024/2025 financial year.
Resource Recovery	Resource Recovery Centres - Minor Upgrades	20	Increase to reflect approved installation of barriers at Shepparton and Ardmona Resource Recovery Centres.
Projects Delivery	Hard Courts Renewal	17	Increase to reflect contract variation due to adjustments in the initial scope of works.
Projects Delivery	Silkwater Plains Shared Path	10	Increase to facilitate completion of designs to allow for necessary approvals by Department of Transportation and Goulburn Murray Water.
	Sub-total	229	

2. Decrease in capital expense

Responsible Department	Area	\$ ' 000	General Explanation
Projects Delivery	Major Culvert - Byrneside-Gillieston Road Merrigum (BR10073)	(268)	Decrease to reflect the contract award.
Projects Delivery	BMX Track Enhancement Drainage, Broadcasting and Maintenance	(185)	Decrease to reflect the contract award.
Projects Delivery	Shepparton Heritage Centre Renewal	(75)	Project removed. Heritage Centre pursuing other works.
Projects Delivery	Cycling Precinct Velodrome Lighting Upgrade	(64)	Decrease to reflect the contract award.
	Sub-total	(592)	

SUMMARY	
1. Increase in capital expense	229
2. Decreases in capital expense	(617)
TOTAL	(388)

Q2 Forecast Review for period ended December 2024
Capital Works by Project

Program	2024/2025 YTD Q1 Forecast Review \$	YTD Actual \$	YTD Q1 Forecast Review Variance (Fav)/Unfav \$	2024/2025 Q1 Forecast Review \$	2024/2025 Q2 Forecast Review \$	Q1 vs Q2 Variance (Fav)/Unfav \$	Q1 v Q2 Variance (Fav)/Unfav %	Traffic Light
Community	0	5,040	5,040	64,000	64,236	236	(0%)	
Fixtures, Fittings and Furniture	0	5,040	5,040	64,000	64,236	236	0%	
Goulburn Valley Libraries Open Library Enabling Infrastructure	0	5,040	5,040	64,000	64,236	236	0%	Increase
Corporate Services	62,092	60,810	(1,283)	2,118,946	2,121,664	2,718	(0%)	
Computers and Telecommunications	62,092	60,810	(1,283)	2,118,946	2,121,664	2,718	0%	
Desktop Virtualisation (Desktop Refresh)	28,146	24,146	(4,000)	70,000	70,000	0	0%	No Change
Firewall Upgrade	11,496	13,941	2,445	11,496	13,941	2,445	21%	Increase
Plotter Replacement	22,450	22,723	273	22,450	22,723	273	1%	Increase
Networking	0	0	0	235,000	235,000	0	0%	No Change
ICT Primary Compute & Storage Refresh	0	0	0	1,700,000	1,700,000	0	0%	No Change
Networking	0	0	0	80,000	80,000	0	0%	No Change

Program	2024/2025 YTD Q1 Forecast Review	YTD Actual	YTD Q1 Forecast Review Variance (Fav)/Unfav	2024/2025 Q1 Forecast Review	2024/2025 Q2 Forecast Review	Q1 vs Q2 Variance (Fav)/Unfav	Q1 v Q2 Variance (Fav)/Unfav	Traffic Light
	\$		\$			\$	%	
Infrastructure	17,103,762	13,193,581	(3,910,181)	68,802,349	68,411,843	(390,506)	(0)	
Bridges	369,145	247,308	(121,837)	1,239,003	962,285	(276,718)	(22%)	
Bridge Renewals	70,727	6,169	(64,558)	214,000	214,000	0	0%	No Change
Major Culvert - Stewarton Road Dookie (BR1084)	0	(57,450)	(57,450)	0	0	0	0%	No Change
Major Culvert - Byrneside-Gillieston Road Merrigum (BR10073)	133	304	171	718,000	450,000	(268,000)	(37%)	Decrease
Major Culvert - Merrigum-Ardmona Road (BR8073)	298,285	298,285	0	307,003	298,285	(8,718)	(3%)	Decrease
Buildings	365,669	264,664	(101,005)	2,194,840	2,119,840	(75,000)	(3%)	
Public Toilet Replacement Program	4,810	4,810	0	254,000	254,000	0	0%	No Change
Katandra West Hall Renewal	18,395	22,369	3,974	550,000	550,000	0	0%	No Change
Building Renewals	246,680	200,674	(46,006)	613,572	613,572	0	0%	No Change
Animal Shelter Investigation and Design	8,524	8,524	(0)	8,524	8,524	0	0%	No Change
Shepparton Animal Shelter Security and Building Upgrades	77,260	25,651	(51,609)	156,000	156,000	0	0%	No Change
Shepparton Heritage Centre Renewal	0	0	0	75,000	0	(75,000)	(100%)	Decrease
Council Offices - HVAC Renewal	10,000	0	(10,000)	537,744	537,744	0	0%	No Change
Cap R Reactive Building Maintenance Renewal	0	2,636	2,636	0	0	0	0%	No Change
Drainage	1,823,884	1,109,231	(714,653)	7,568,309	7,617,046	48,737	1%	
Minor Culvert	14,302	(698)	(15,000)	25,000	25,000	0	0%	No Change
Drainage Brick Pit Renewals	13,530	10,826	(2,704)	33,000	33,000	0	0%	No Change
NGC DCP - Drainage	2,500	2,586	86	189,000	212,000	23,000	12%	Increase
Marlboro Precinct - Drainage and Wetland	8,000	172	(7,828)	158,000	183,737	25,737	16%	Increase
NEGC DCP RB-03 - North East Retention Basin	14,502	13,216	(1,286)	38,000	38,000	0	0%	No Change
Midland Highway to Carroll Road - Drainage	0	3,062	3,062	256,000	256,000	0	0%	No Change
NEGC DCP RB-02 - South West Retention Basin Parcel No's 13 and	0	112,546	112,546	0	0	0	0%	No Change
Localised Drainage	15,000	0	(15,000)	84,000	84,000	0	0%	No Change
Lenne Street Flood Investigation and Design	27,840	45,275	17,435	907,000	907,000	0	0%	No Change
Margaret Street Pump Station Upgrade	166,561	166,174	(387)	4,007,000	4,007,000	0	0%	No Change
Road Table Drain Renewals	16,000	19,017	3,017	106,000	106,000	0	0%	No Change
Drainage Pumps Renewals	36,000	0	(36,000)	72,000	72,000	0	0%	No Change
Urban Drainage Penstock Renewals	30,600	600	(30,000)	60,000	60,000	0	0%	No Change
Marungi Street Urban Drainage - Pipes and Pits Renewal	31,309	17,175	(14,134)	31,309	31,309	0	0%	No Change
DCP Southdown Precinct - Hawkins Basin Upgrade (exp)	25,000	0	(25,000)	25,000	25,000	0	0%	No Change
DCP Southdown Precinct - Hawkins Basin Upgrade (exp)	1,315,000	693,267	(621,733)	1,315,000	1,315,000	0	0%	No Change
DCP Southdown Precinct - Hawkins Basin Upgrade (exp)	45,200	1,200	(44,000)	144,000	144,000	0	0%	No Change
DCP Southdown Precinct - Hawkins Basin Upgrade (exp)	62,540	24,814	(37,726)	118,000	118,000	0	0%	No Change

Program	2024/2025 YTD Q1 Forecast Review \$	YTD Actual \$	YTD Q1 Forecast Review Variance (Fav)/Unfav \$
Fixtures, Fittings and Furniture	466,062	96,264	(369,798)
Lighting of William Cooper Statue in Queens Gardens Shepparton	15,000	5,933	(9,067)
Aquamoves - Entry/Exit Control Gates	0	0	0
Westside Air Conditioning Replacement	123,000	0	(123,000)
Zero Emissions - Deakin Reserve Sports Lighting LED conversion	500	86	(414)
Gas to Electric Conversion - Tallygaroopna Memorial Hall	19,000	13,577	(5,423)
Gas to Electricity Conv - Tallygaroopna Recreation Reserve and	23,000	0	(23,000)
Shepparton Showgrounds Light Tower 1 - Repair	47,000	44,836	(2,164)
Customer Service Refresh	50,000	8,049	(41,951)
Indoor Sports Facilities Renewals	21,000	22,452	1,452
Cycling Precinct Velodrome Lighting Upgrade	166,662	432	(166,230)
Victoria Park Lake Skate Park - Lighting	900	900	0
Footpaths and Cycleways	1,176,316	943,636	(232,680)
Footpath Renewals	735,895	693,790	(42,105)
Shared Path	34,000	0	(34,000)
SGC DCP - Ganges Shared Path	0	1,090	1,090
SGC DCP - Riverwood Shared Path	0	0	0
Gravel Paths Renewal	0	0	0
Accessible Parking and Pedestrian Facilities Program	35,302	23,274	(12,028)
DCP Lauriston Estate - St Lukes Shared Path on Highway	203,119	211,844	8,725
Katandra West - Lincoln and Black Street Shared Path	0	0	0
Grammar Park Shared Path GV Highway	0	13,638	13,638
On road Cycling Connectivity Program	168,000	0	(168,000)
Silkwater Plains Shared Path	0	0	0
Land	0	7,482	7,482
Farquharson Land Acquisition	0	7,482	7,482
Land Improvements	0	0	0
Katandra West Hall Landscaping	0	0	0
Other Infrastructure	1,185,864	1,141,431	(44,433)
Project Management Office	810,322	790,936	(19,386)
Street Trees	1,150	1,150	0
Street Trees	68,030	41,726	(26,304)
Outdoor Furniture and Signage	9,078	9,078	(0)
Guard Railing for Road Bridges	114,000	121,306	7,306
Guard Railing on Major Culverts	150,889	150,589	(300)
Pride Flag Pole & Lighting - Eastbank Welsford Street	800	800	0
Grey-headed flying fox Water Regulator Gate	21,818	21,818	0
Traffic Management Devices	9,777	4,027	(5,750)

2024/2025 Q1 Forecast Review \$	2024/2025 Q2 Forecast Review \$	Q1 vs Q2 Variance (Fav)/Unfav \$	Q1 v Q2 Variance (Fav)/Unfav %	Traffic Light
1,619,000	1,538,836	(80,164)	(5%)	
15,000	5,933	(9,067)	(60%)	Decrease
132,000	132,000	0	0%	No Change
199,000	199,000	0	0%	No Change
442,000	442,000	0	0%	No Change
19,000	13,577	(5,423)	(29%)	Decrease
23,000	23,000	0	0%	No Change
47,000	44,836	(2,164)	(5%)	Decrease
300,000	300,000	0	0%	No Change
69,000	69,000	0	0%	No Change
230,000	166,490	(63,510)	(28%)	Decrease
143,000	143,000	0	0%	No Change
2,428,119	2,416,119	(12,000)	(0%)	
1,215,000	1,215,000	0	0%	No Change
154,000	154,000	0	0%	No Change
75,000	53,000	(22,000)	(29%)	Decrease
50,000	50,000	0	0%	No Change
43,000	43,000	0	0%	No Change
79,000	79,000	0	0%	No Change
203,119	203,119	0	0%	No Change
31,000	31,000	0	0%	No Change
410,000	410,000	0	0%	No Change
168,000	168,000	0	0%	No Change
0	10,000	10,000	0%	Increase
0	0	0	0%	
0	0	0	0%	No Change
8,554	8,554	0	0%	
8,554	8,554	0	0%	No Change
2,511,455	2,512,761	1,306	0%	
1,736,000	1,736,000	0	0%	No Change
113,000	113,000	0	0%	No Change
278,000	278,000	0	0%	No Change
28,000	28,000	0	0%	No Change
120,000	121,306	1,306	1%	Increase
150,889	150,889	0	0%	No Change
800	800	0	0%	No Change
24,766	24,766	0	0%	No Change
60,000	60,000	0	0%	No Change

Program	2024/2025 YTD Q1 Forecast Review	YTD Actual	YTD Q1 Forecast Review Variance (Fav)/Unfav
	\$	\$	\$
Parks, Open Space and Streetscapes	454,293	421,014	(33,279)
Wetlands and Native Infrastructure	16,500	5,400	(11,100)
Playground and Border Renewals	37,500	33,209	(4,291)
Parks Renewal	69,513	54,646	(14,867)
Investigation & Design - Bike Jumps	0	30	30
Australian Botanical Gardens - Carpark	4,100	4,140	40
SGC DCP - Edgewater Estate Landscaping	185,000	88,755	(96,245)
NEGC DCP PL-01 - Preparation of PSP and DCP	0	222,871	222,871
Tatura Skate Park	65,000	111	(64,889)
Playground Shade Sails	76,680	11,852	(64,828)
SGC DCP - Edgewater Highway Reserve	0	0	0
Plant, Machinery and Equipment	1,449,616	1,033,231	(416,385)
Motor Vehicles and Plant	1,303,821	887,436	(416,385)
New Portable Stormwater Pump	145,795	145,795	0
Recreational, Leisure and Community Facilities	2,521,808	1,719,788	(802,020)
Our Sporting Future Fund Program	15,000	61,487	46,487
Sports Infrastructure	98,294	86,555	(11,739)
Princess Park Masterplan Implementation - Facilities Precinct	30,000	0	(30,000)
Irrigation Renewals	0	(0)	(0)
Shepparton Sports and Events Centre - Stage 1	179,740	176,747	(2,993)
Hard Courts Renewal	0	124,132	124,132
Stadium and Munarra - Car Parking Upgrade	0	1,327	1,327
Midland Highway Mooroopna - Shared Path Lighting	0	0	0
Tatura Park Outdoor Park Sand Arena Fence	159,645	159,514	(131)
Tatura Park Western Oval Lighting Upgrade	257	112,977	112,720
Tatura Park Fire Services	505,499	425,627	(79,872)
Shepparton BMX Club Multi Use Events Pavillion	802,732	232,858	(569,874)
BMX Track Enhancement Drainage, Broadcasting and Maintenance	54,984	63,084	8,100
Shepparton BMX Start Hill Enhancement	154,168	105,787	(48,381)
Shepparton Sports City Precinct Enhancement Package	343,489	7,251	(336,238)
Wanganui Oval lighting and Irrigation Upgrade	0	343	343
Aquatic Services Renewals	178,000	162,099	(15,901)

2024/2025 Q1 Forecast Review	2024/2025 Q2 Forecast Review	Q1 vs Q2 Variance (Fav)/Unfav	Q1 v Q2 Variance (Fav)/Unfav	Traffic Light
\$	\$	\$	%	
1,953,085	1,976,085	23,000	1%	
96,000	96,000	0	0%	No Change
246,000	246,000	0	0%	No Change
185,000	185,000	0	0%	No Change
200,000	200,000	0	0%	No Change
4,100	4,100	0	0%	No Change
185,000	185,000	0	0%	No Change
331,985	331,985	0	0%	No Change
400,000	400,000	0	0%	No Change
305,000	305,000	0	0%	No Change
0	23,000	23,000	0%	Increase
3,907,589	3,907,589	0	0%	
3,761,794	3,761,794	0	0%	No Change
145,795	145,795	0	0%	No Change
6,462,515	6,347,948	(114,567)	0%	
69,000	95,890	26,890	39%	Increase
210,000	210,000	0	0%	No Change
50,000	50,000	0	0%	No Change
75,000	75,000	0	0%	No Change
179,740	179,740	0	0%	No Change
124,000	141,201	17,201	14%	Increase
0	0	0	0%	No Change
50,395	50,395	0	0%	No Change
159,827	159,645	(182)	(0%)	Decrease
339,000	339,000	0	0%	No Change
505,499	505,499	0	0%	No Change
1,741,886	1,741,886	0	0%	No Change
240,000	54,695	(185,305)	(77%)	Decrease
164,168	164,168	0	0%	No Change
1,938,000	1,938,000	0	0%	No Change
432,000	432,000	0	0%	No Change
184,000	210,829	26,829	15%	Increase

Program	2024/2025 YTD Q1 Forecast Review	YTD Actual	YTD Q1 Forecast Review Variance (Fav)/Unfav	2024/2025 Q1 Forecast Review	2024/2025 Q2 Forecast Review	Q1 vs Q2 Variance (Fav)/Unfav	Q1 v Q2 Variance (Fav)/Unfav	Traffic Light
	\$		\$			\$	%	
Roads	7,291,105	6,209,532	(1,081,573)	38,747,880	38,822,880	75,000	0%	
Road Sealing Program	1,529,527	547,761	(981,766)	6,349,000	6,349,000	0	0%	No Change
R4R MSTP Stabilisation	198,610	198,610	(0)	198,610	198,610	0	0%	No Change
Gravel Resheeting	1,984,448	2,049,807	65,359	3,496,000	3,496,000	0	0%	No Change
Kerb and Channel Renewal	1,354,688	1,313,528	(41,160)	3,028,500	3,028,500	0	0%	No Change
Fryers Street and Railway Parade Upgrade	2,646	2,646	(0)	4,000	4,000	0	0%	No Change
Knight and Hawdon Street Upgrade	174,000	168,711	(5,289)	174,000	174,000	0	0%	No Change
Dust Suppressant Seals	304,111	270,747	(33,364)	304,111	304,111	0	0%	No Change
Poplar Avenue and Orrvale Road Intersection Upgrade	889,692	830,662	(59,030)	1,321,500	1,321,500	0	0%	No Change
Sealed Road Gravel Shoulder Renewals	109,000	109,000	0	109,000	109,000	0	0%	No Change
Traffic Island Renewals	6,000	0	(6,000)	11,000	11,000	0	0%	No Change
North Street Shepparton Streetscaping	0	0	0	50,000	50,000	0	0%	No Change
GV Link Design Project	500,000	539,067	39,067	500,000	500,000	0	0%	No Change
Hayes Street Upgrade Stage 3 - Johnson and Hayes Streets	9,232	0	(9,232)	88,000	88,000	0	0%	No Change
Rural Gravel Intersections Sealing Program	0	39,292	39,292	62,000	62,000	0	0%	No Change
Local Area Traffic Management - Mooroopna	0	0	0	60,000	60,000	0	0%	No Change
Local Area Traffic Management - Shepparton Inner North	11,000	11,000	0	470,000	470,000	0	0%	No Change
Upgrade Bayunga Rd and Midland Intersection	42,683	34,428	(8,255)	153,159	153,159	0	0%	No Change
GV Link Stage 1	175,468	94,273	(81,195)	22,369,000	22,369,000	0	0%	No Change
Gemini Crescent Court Bowl	0	0	0	0	50,000	50,000	0%	Increase
Shelby Court Extension	0	0	0	0	25,000	25,000	0%	Increase
Waste Management	0	0	0	162,000	181,900	19,900	12%	
Cosgrove Landfill - Cell 3 Design & Construction	0	0	0	162,000	162,000	0	0%	No Change
Resource Recovery Centres - Minor Upgrades	0	0	0	0	19,900	19,900	0%	Increase
Sustainable Development	188,672	5,257	(183,415)	386,000	386,000	0	0	
Fixtures, Fittings and Furniture	55,000	0	(55,000)	55,000	55,000	0	0%	
Parking Ticket Machine	55,000	0	(55,000)	55,000	55,000	0	0%	No Change
Footpaths and Cycleways	133,672	5,257	(128,415)	331,000	331,000	0	0%	
Shared Path Extension - Route 2 KidsTown to Gemmill Swamp	133,672	5,257	(128,415)	331,000	331,000	0	0%	No Change
Grand Total	17,354,526	13,264,688	(4,089,838)	71,371,295	70,983,743	(387,552)	(1%)	