
**GMR22/114 QUARTERLY BUDGET REVIEW FOR PERIOD ENDING 30
SEPTEMBER 2022**

**S011-
T00003**

Responsible Officer: Warwick Winn - General Manager

Attachments: 1. Under Separate Cover - Quarterly Budget Review for period ending 30 September 2022

Outcome: Innovative and Proactive Leadership

Focus Area: 9.2 Ensure financial sustainability and support the organisation in achieving efficient ongoing operations

Delivery Program Link: 9.2.4 Responsibly manage Council's finances and maintain Fit for the Future status

Operational Plan Link: 9.2.4.3 Provide financial management and reporting

EXECUTIVE SUMMARY

This Budget Review reports on Council's performance against the current Operational Plan budget for the quarter ending 30 September 2022. Major variations are highlighted.

The original Operational Plan budget, on a consolidated basis (which includes all of Council's funds), for 2022-23 forecasts were:

- Income Statement deficit, before capital revenue, of \$1.23 million
- Income Statement surplus, after capital revenue, of \$41.62 million
- Increase of \$1.30 million in unrestricted funds.

The proposed revised budgets after the quarter ending 30 September 2022 are:

- Income Statement deficit, before capital revenue, of \$8.37 million
- Income Statement surplus, after capital revenue, of \$56.98 million
- Decrease (usage) of \$7.76 million in unrestricted funds.

The proposed revised, consolidated 2022-23 budget is impacted by the carry forward of ongoing projects from the 2021-22 year. This is primarily due to the timing of grants received and ongoing capital works. Further detail is provided in this report.

The result of bringing these projects from last financial year into the 2022-23 year is:

- Unfavourable income statement impact of \$5.97 million before capital revenue
- Use of \$12.83 million of unrestricted funds.

The current year, September Review, adjustments result in an unfavourable variation for the income statement, before capital revenues, of \$1.16 million and a decrease of \$3.77 million of unrestricted funds used as per the Consolidated Fund Flow Statement.

There are no material concerns at the quarterly review about Council meeting budget targets for 2022-23.

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RECOMMENDATION

THAT:

1. The budget review report for the quarter ended 30 September 2022 be received and noted.
2. The favourable variation to the Income Statement after capital revenue of \$15.36 million and unfavourable variation to the Consolidated Fund Flow Statement of \$9.06 million be adopted.

BACKGROUND

Council reviews its performance and financial results against the adopted Operational Plan quarterly, authorises adjustments to budget items, and highlights variations from its original budget strategy.

It should be noted that the results referred to in this report are unaudited.

The attachments to this report are as follows:

Financial reports (Attachment 1)

These reports provide information on Council's performance against its financial objectives contained in the Operational Plan, presented for the consolidated entity.

Financial reports include:

- a) Consolidated Fund Flow Statement – This report shows the impact of operating, financing and investing activities on Councils unrestricted working capital.
- b) Consolidated Income Statement – Provides sources of income and expenditure, including depreciation, per Council service areas.
- c) Consolidated Capital Program Statement – Provides capital expenditure information for each program area and associated services.
- d) Projected Funds Balance Statement – Provides information on the movements in both unrestricted and restricted fund accounts.
- e) Budget Amendment Report – Provides details of proposed significant adjustments to budgets.
- f) SRV capital program – Provides capital expenditure information for each of the projects in the SRV program of works for 2022-23.

Consultancy, Legals and Contractors Report (Attachment 2)

This attachment provides information on major contracts entered into, legal fees incurred and consultancy costs for the quarter ended 30 September 2022.

Key Financial Indicators (Attachment 3)

This attachment provides information about key financial indicators designed to assist in monitoring Council's financial sustainability. The indicators are for the consolidated entity.

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Mayoral and Councillor Expenses (Attachment 4)

Provides information about Mayoral and Councillor expenditure for the quarter ended 30 September 2022.

CONSIDERATIONS

Consolidated Fund flow Statement (Attachment 1(a)):

Council requires sufficient funds to pay for its debts as and when they fall due. The Fund Flow Statement shows the change in Council's freely available funds or working capital.

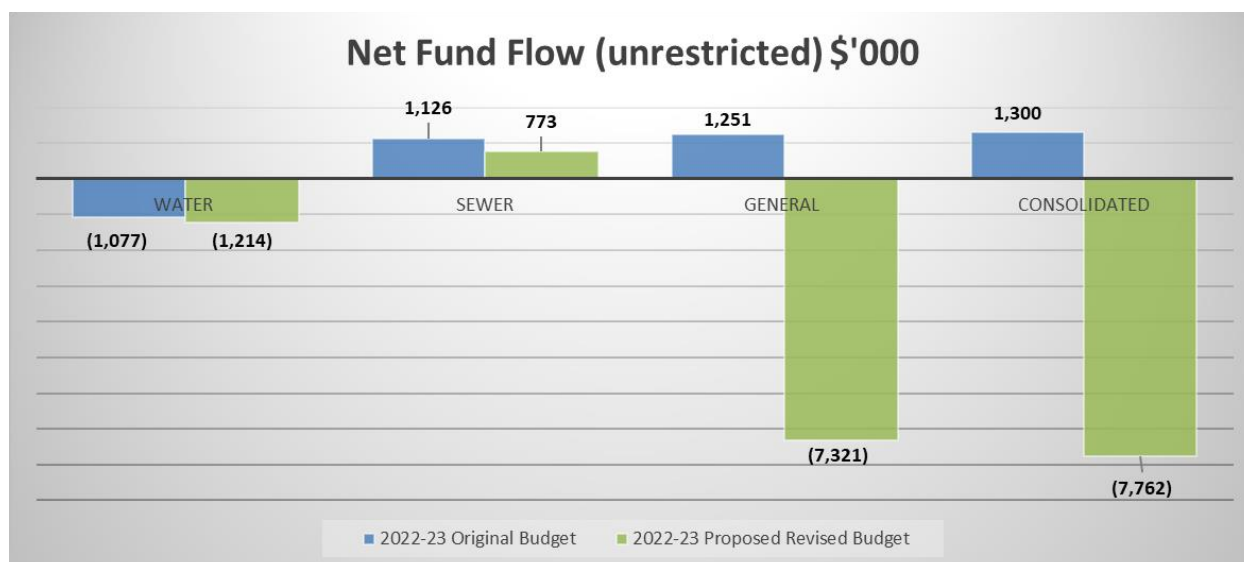
It includes all transactions having an impact on Council's funds i.e. income and expenses from its operating activities, capital program and borrowing activities. It also includes the transfer into or use of restricted funds for capital or non-recurrent projects. Depreciation is not included as it does not represent a cash flow.

The net fund flow shows the amount of unrestricted funds that will be used to deliver the agreed Operational Plan outcomes for 2022-23. The consolidated original budget forecast a \$1.30 million increase to unrestricted funds. The impact of proposed carry forward items from last financial year and the September 2022 quarterly review amendments result in a projected decrease to unrestricted funds of \$7.76 million for 2022-23. See table 1.1 and graph 1.1 below.

Table 1.1 Net Increase (decrease) in unrestricted funds, per fund, \$'000

	2022-23 Original Budget	Proposed Carry Overs	Proposed Adjustments	2022-23 Proposed Revised Budget
Water	(1,077)	(4,535)	4,398	(1,214)
Sewer	1,126	(298)	(54)	773
General	1,251	(8,001)	(572)	(7,321)
Consolidated	1,300	(12,834)	3,772	(7,762)

Graph 1.1 Net fund flow (unrestricted)



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Consolidated Income Statement (Attachment 1(b)):

The Consolidated Income Statement shows the types of income, and expenditure per council service areas. This result can indicate whether Council is able to raise sufficient revenue to cover the operational cost (including depreciation which measures the wear and tear of Council assets) of delivering services to the community before considering its capital revenue.

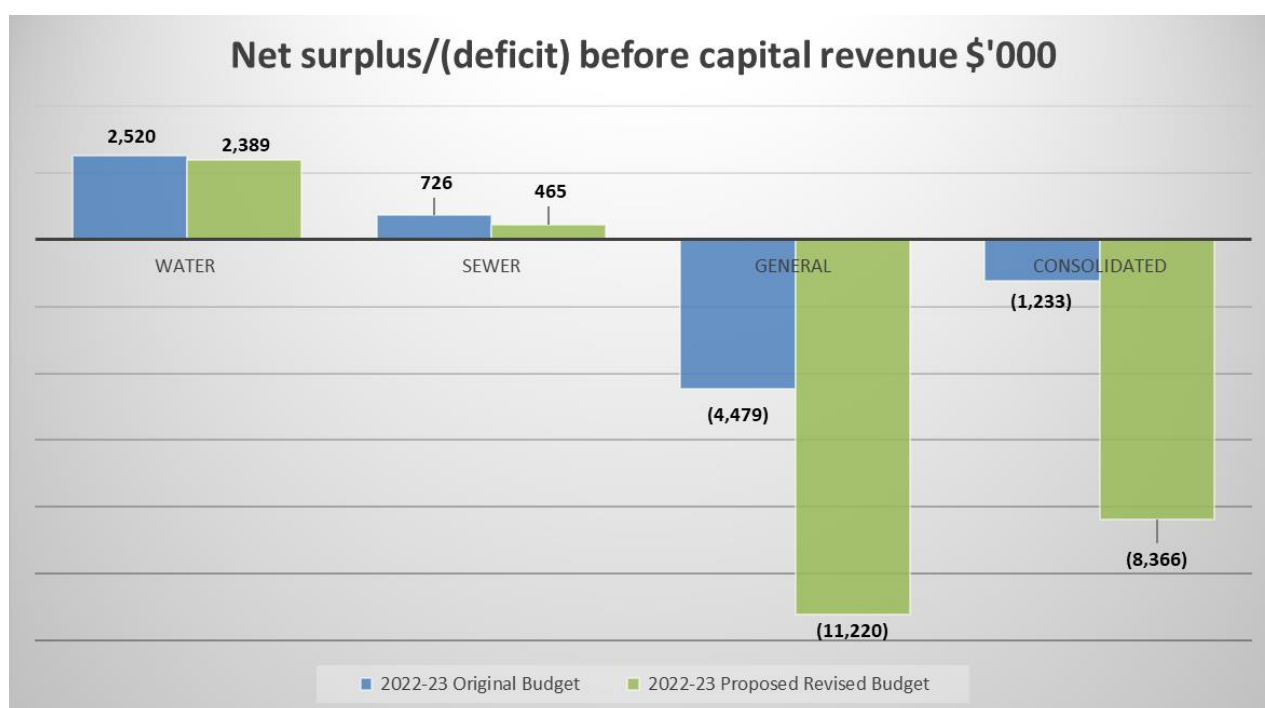
The result can be impacted by the timing of project funding, where funds are received in a different year to the expenditure taking place.

The proposed revised budget, incorporating the carry forward items from 2021-22 and September Review adjustments is a deficit of \$8.37 million before capital revenues (per table 1.2 and graph 1.2 below).

Table 1.2 Net Surplus/ (deficit) before capital revenue, \$'000

	2022-23 Original Budget	Proposed Carry Overs	Proposed Adjustments	2022-23 Proposed Revised Budget
Water	2,520	-	(130)	2,389
Sewer	726	-	(262)	465
General	(4,479)	(5,972)	(769)	(11,220)
Consolidated	(1,233)	(5,972)	(1,161)	(8,366)

Graph 1.2 Net surplus/ (deficit) before capital revenue



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Carry overs (operational)

The operating result has been impacted by the proposed carry forward of ongoing projects from the 2021-22 financial year. The result of bringing these projects from last financial year into the 2022-23 is an unfavorable income statement impact of \$5.97 million before capital revenue. The majority of projects carried forward into 2022-23 were funded by grants and contributions received in prior years with associated works to continue across financial years.

Significant carried forward operational items, predominately from grants, include:

- \$2.81m NSW Environment Protection Agency (EPA) Bushfire Generated Waste Clean-Up
- \$1.21m Community Care Projects
- \$0.61m Environmental Management projects
- \$0.57m Youth Employment & Libraries
- \$0.54m NSW EPA Fencecycle Grant Program
- \$0.52m Bushfire Recovery Support Service & Coordinare programs
- \$0.45m Development Assessment & Building Certification projects
- \$0.31m Community & Cultural Development projects
- \$0.23m Youth Services – Y Drive Program
- various other funded programs across Council

September Review adjustments (operational)

The proposed September Review adjustments to the originally adopted Operational Plan budget for 2022-23 result in an unfavourable variation of \$1.16 million to the operating result before capital.

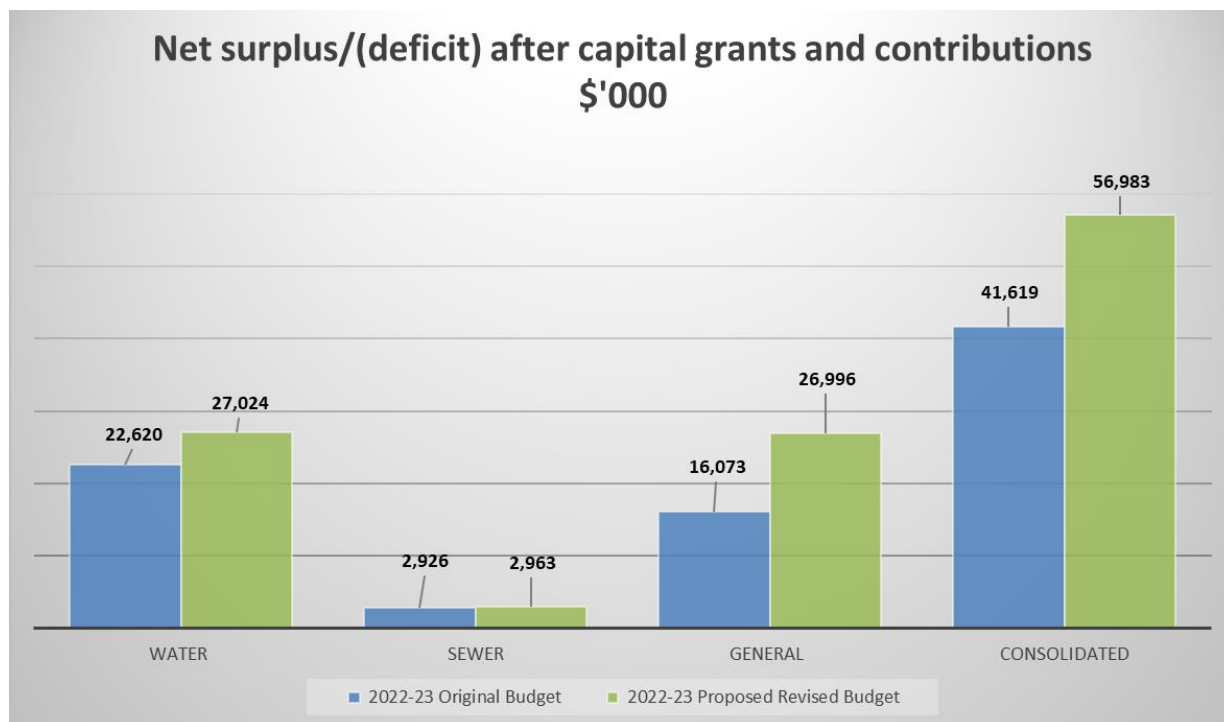
Table 1.3 Net surplus/(deficit) after capital revenue, \$'000

Fund	2022-23 Original Budget	Proposed Carry Overs	Proposed Adjustments	2022-23 Proposed Revised Budget
Water	22,620	-	4,404	27,024
Sewer	2,926	-	37	2,963
General	16,073	8,675	2,248	26,996
Consolidated	41,619	8,675	6,689	56,983

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Graph 1.3 Net surplus/(deficit) after capital revenue



Consolidated Capital Program Statement (Attachment 1(c)):

Capital Program

The original capital expenditure budget for 2022-23 was \$96.50 million. The proposed revised budget, incorporating carry forward items and September variations is \$135.34 million (per table 1.4 and graph 1.4 below).

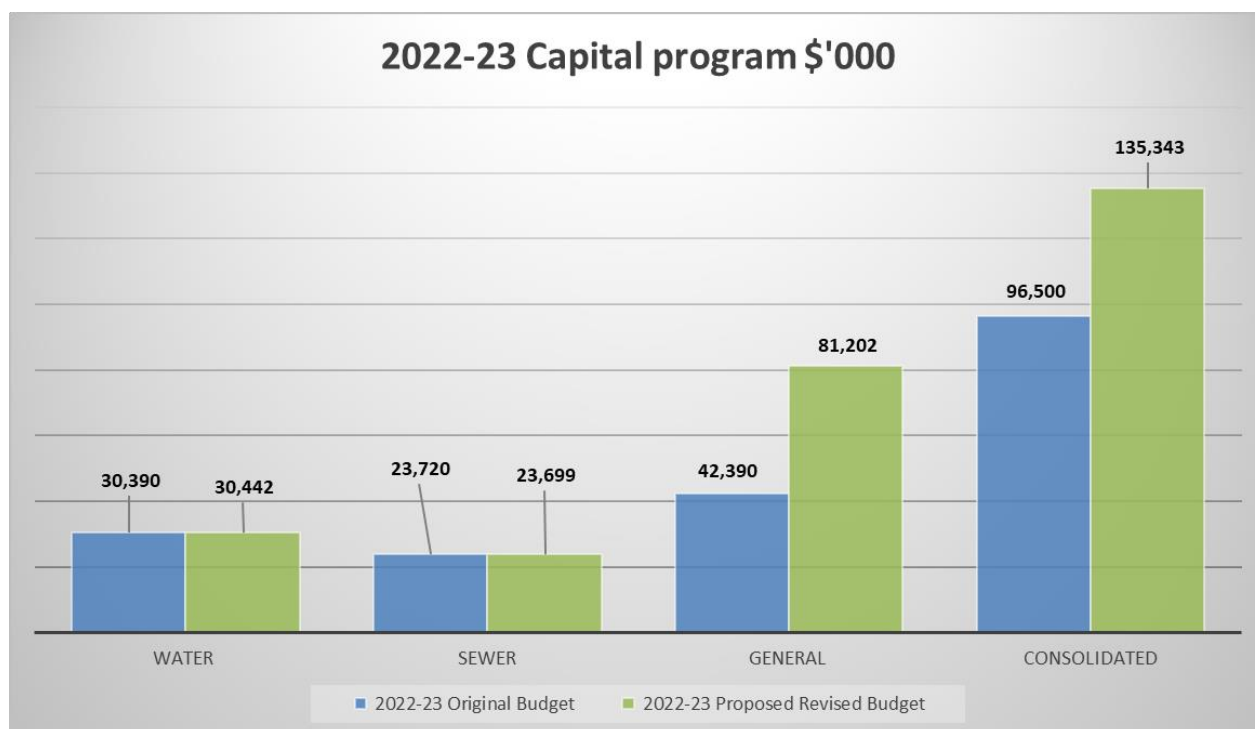
Table 1.4 Capital Program per fund, \$'000

	2022-23 Original Budget	Proposed Carry Overs	Proposed Adjustments	2022-23 Proposed Revised Budget
Water	30,390	52	-	30,442
Sewer	23,720	-	(21)	23,699
General	42,390	34,169	4,643	81,202
Consolidated	96,500	34,221	4,622	135,343

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Graph 1.4 Capital Program per fund, \$'000



Carry Overs (Capital)

Significant carried forward capital items, predominately from grants, include:

- \$12.31m Transport projects including Fixing Country Bridges, Tomakin Road & Araluen Road works
- \$4.84m Recreation projects including Malua Bay Beach Reserve & Moruya Showground Canteen & Amenities
- \$3.39m various plant & fleet items
- \$2.89m Emergency Services Precinct – Surf Beach
- \$1.97m Coastal Headlands Walk & Observation Point viewing platform
- \$1.79m Mogo Adventure Trail – Stage 1
- \$1.38m Shellfish Hatchery continued works

September Review Adjustments (capital)

Capital budget adjustments totaling \$4.62 million have been made during the September quarter and affect the current year's capital program. Significant variations increasing the originally adopted capital works program, predominately from grants, include:

- \$1.40m South Batemans Bay Stormwater Upgrade – NSW Regional Housing Fund
- \$0.90m Silo Bridge Renewal

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- \$0.55m Nelligen Creek Road Culvert Replacement
- \$0.53m Old Mill Road Bridge Replacement
- \$0.39m Northern Gulph Creek Causeway Replacement
- \$0.33m plant and fleet programming
- \$0.25m Surf Beach Waste Bunker relocation

Special Rate Variation (SRV) – progress update (Attachment 1 (f)):

2022-23 is the seventh year of the SRV program and over \$9.92 million of infrastructure works for the year are underway. \$2.84 million of SRV designated funds are being utilised on these works. At the September review, approximately 6.01 % of the programmed SRV works for this year have been expensed. Significant variations at September include:

- Grant funded Malua Bay Beach Reserve works (\$1.17 million)
- Resheeting and seal extension works at Araluen Road (\$1.40 million)
- Continued Observation Point Platform works (\$0.71 million)

Attachment 1 (f) reports the detailed progress of the capital program showing individual project budgets and expenses with updates as at 30 September 2022. Total expenditure on the SRV designated projects as at 30 September 2022 is \$0.60 million (per Table 1.5 below).

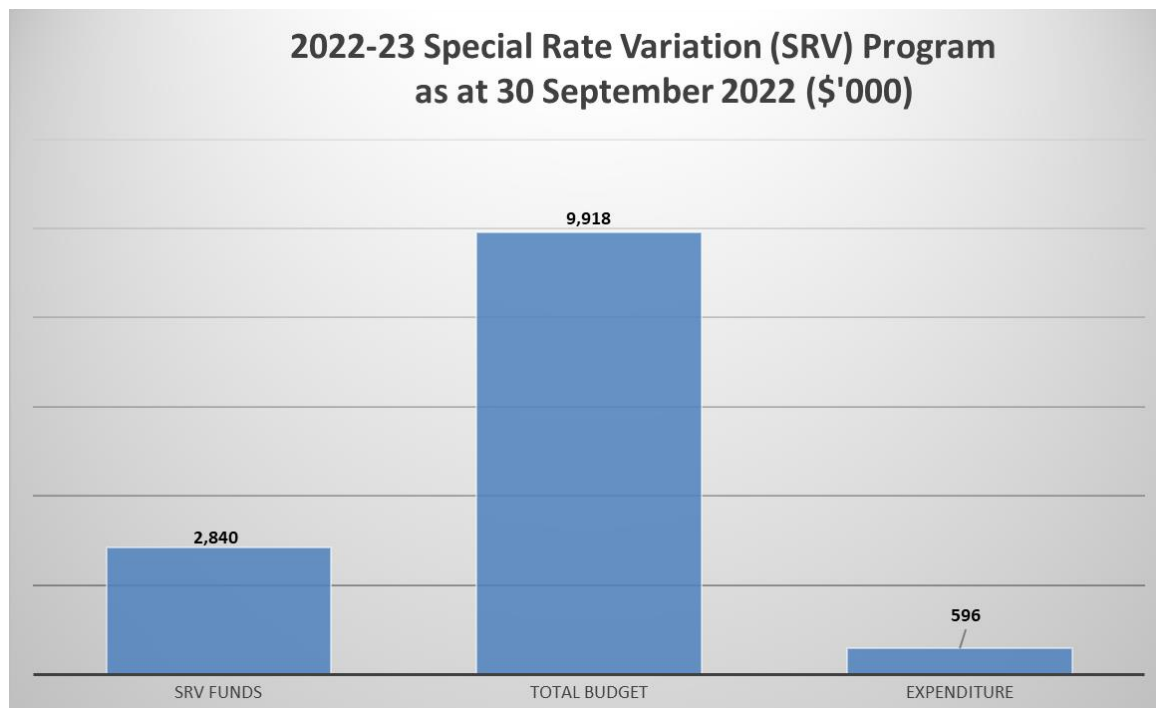
Table 1.5 2022-23 Special Rate Variation Capital Program \$'000

2022-23 Special Rate Variation (SRV) Capital Program	\$'000
SRV Funds	2,840
Total Budget	9,918
Expenditure to 30 September 2022	596
Percentage spent	6.0%

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Graph 1.5 2022-23 Special Rate Variation Capital Program



Legal

This review is based on the Quarterly Budget Review Statement Guidelines issued December 2010, pursuant to the provisions of the *Local Government Act 1993* relating to integrated planning.

Policy

The accounting policies being used are based on those detailed in the financial statements for the year ended 30 June 2021.

“Variations” in the Fund Flow Statement are changes in the funding requirements where “funds” are net current assets (working capital) excluding both internal and externally restricted funds.

CONCLUSION

There are no material concerns at this quarterly review about meeting budget targets for 2022-23.

The following statement is made in accordance with Clause 203(2) of the Local Government (General) Regulation 2005:

As the Responsible Accounting Officer, it is my opinion that the September Quarterly Budget Review for Eurobodalla Shire Council indicates that Council’s projected financial position as at 30 June 2023 will be satisfactory, having regard to the projected estimates of income and expenditure for the 2022-23 financial year.

Total Council Summary

Attachment 1(a)

Description	Original Budget	Proposed Carry Overs	Proposed Adjustments	Proposed Revised Budget	Actual YTD
Income					
Rates & Annual Charges	-70,707,099	0	0	-70,707,099	-70,785,644
User Charges & Other	-42,979,886	-934,925	-2,806,506	-46,721,318	-6,400,207
Investment Revenues	-1,195,022	0	2,256	-1,192,766	-858,693
Operating Grants & contributions	-20,874,372	-1,975,789	-1,470,466	-24,320,627	-4,242,530
Total Income	-135,756,380	-2,910,714	-4,274,716	-142,941,809	-82,287,075
Expense					
Profit/Loss on Disposal of Assets	-309,470	0	0	-309,470	40
Employee costs	45,473,545	0	131,001	45,604,546	10,476,040
Interest	2,259,656	0	248,539	2,508,195	635,570
Depreciation	38,901,327	0	17,429	38,918,756	0
Other Costs (incl materials & contracts)	50,664,739	8,882,353	5,039,081	64,586,174	13,953,417
Purchase of Assets	0	0	0	0	5,797
Total Expense	136,989,797	8,882,353	5,436,050	151,308,201	25,070,864
Operating (Surplus)/Deficit before Capital	1,233,418	5,971,640	1,161,334	8,366,392	-57,216,211
Capital Income					
Developer Contributions	-3,241,106	0	0	-3,241,106	-2,263,702
Capital Grants & Contributions	-39,611,223	-14,646,435	-7,850,692	-62,108,349	7,127,499
Operating (Surplus)/Deficit after Capital	-41,618,911	-8,674,795	-6,689,357	-56,983,063	-52,352,414
Non Cash					
Profit/Loss on Disposal of Assets	309,470	0	0	309,470	1,549,960
Depreciation	-38,901,327	0	-17,429	-38,918,756	0
Total Non Cash	-38,591,857	0	-17,429	-38,609,286	1,549,960
Investing Fund Flows					
Capital Works	96,499,566	34,221,009	4,621,953	135,342,529	11,126,131
Asset Sales	-2,318,379	0	0	-2,318,379	-1,549,960
Deferred Debtor Repayments	-16,000	0	0	-16,000	0
Total Investing Fund Flows	94,165,187	34,221,009	4,621,953	133,008,150	9,576,172
Financing Fund Flows					
Proceeds from Borrowings	-20,663,782	0	282,292	-20,381,490	0
Repayments of Borrowings	7,552,341	0	70,140	7,622,481	1,571,389
Total Financing Fund Flows	-13,111,441	0	352,432	-12,759,009	1,571,389
Net (Inc)/Dec in Funds before Transfers	842,978	25,546,214	-1,732,401	24,656,791	-39,654,893
Reserve Movements					
Transfer from Reserves	-35,443,417	-12,712,308	-3,798,369	-51,954,094	-16,487,571
Transfer to Reserves	33,300,495	0	1,758,437	35,058,932	9,599,722
Total Reserve Movements	-2,142,921	-12,712,308	-2,039,932	-16,895,161	-6,887,848
Net (Inc)/Dec in Unrestricted Funds	-1,299,944	12,833,906	-3,772,333	7,761,630	-46,542,742

Description	Original Budget	Proposed Carry Overs	Proposed Adjustments	Proposed Revised Budget	Actual YTD
Income					
Rates & Annual Charges	-70,707,099	0	0	-70,707,099	-70,785,644
User Charges & Other	-42,979,886	-934,925	-2,806,506	-46,721,318	-6,400,207
Investment Revenues	-1,195,022	0	2,256	-1,192,766	-858,693
Operating Grants & contributions	-20,874,372	-1,975,789	-1,470,466	-24,320,627	-4,242,530
Total Income	-135,756,380	-2,910,714	-4,274,716	-142,941,809	-82,287,075
Expense					
Economic Development (ED)	483,331	59,553	0	542,884	157,312
Children's Services (CS)	2,178,944	41,112	51,007	2,271,063	560,836
Commercial Entities (CE)	5,703,662	145,525	-1,505,132	4,344,055	760,793
Communications	773,770	19,867	-3,125	790,512	155,948
Community & Cultural Development (CCD)	1,138,285	308,618	173,792	1,620,695	319,090
Community Care (CC)	7,962,203	1,199,247	132,800	9,294,250	1,790,949
Community Facilities (CF)	9,052,729	0	550,896	9,603,625	1,822,716
Corporate & Community Leadership (CCL)	2,440,204	599,921	336,550	3,376,676	850,032
Customer Assistance and Records (CAR)	884,425	0	29,000	913,425	211,946
Development Assessment & Building Certification (DABC)	3,934,120	453,600	-50,000	4,337,720	955,441
Environmental Management (EM)	1,197,112	752,867	82,107	2,032,086	476,750
Finance and Central Treasury (FCT)	3,512,547	0	-20,564	3,491,983	-584,596
Fleet and Plant (FP)	1,050,871	0	-12,728	1,038,143	-135,410
Information Technology (IT)	4,297,540	96,864	389,006	4,783,410	852,777
Libraries (L)	2,132,018	225,620	0	2,357,638	540,206
Property (P)	682,411	0	0	682,411	401,648
Public and Environmental Health (PEH)	1,384,678	190,141	0	1,574,819	297,955
Public Order and Safety (POS)	3,177,418	3,041,881	323,747	6,543,046	866,153
Recreation (R)	8,481,668	104,080	68,655	8,654,402	1,184,426
Risk and Insurance (RI)	1,433,640	0	85,327	1,518,967	1,667,338
Sewer Services (SS)	22,176,428	0	261,594	22,438,022	3,240,086
Stormwater (S)	2,174,413	0	0	2,174,413	179,875
Strategic Planning (SP)	1,406,931	179,284	-76,460	1,509,755	238,228
Technical Services (TS)	2,455,595	0	0	2,455,595	588,330
Tourism (T)	1,187,877	0	211,950	1,399,827	360,252
Transport (TR)	23,220,591	45,665	4,206,065	27,472,321	4,552,691
Waste Management (WM)	12,264,196	652,303	0	12,916,499	2,142,180
Water Services (WS)	17,033,524	0	94,331	17,127,855	2,321,761
Works and Operations (WO)	10,264,151	0	0	10,264,151	2,509,047
Workforce Development (WD)	1,855,418	160,000	77,262	2,092,680	450,618
Youth Services (YS)	600,504	606,207	29,970	1,236,681	184,153
Corporate Overheads	-20,670,374	0	0	-20,670,374	-5,167,594
Rates and General Revenue	1,118,967	0	0	1,118,967	318,927
Total Expense	136,989,797	8,882,353	5,436,050	151,308,201	25,070,864
Operating (Surplus)/Deficit before Capital	1,233,418	5,971,640	1,161,334	8,366,392	-57,216,210
Capital Income					
Developer Contributions	-3,241,106	0	0	-3,241,106	-2,263,702
Capital Grants & Contributions	-39,611,223	-14,646,435	-7,850,692	-62,108,349	7,127,499
Operating (Surplus)/Deficit after Capital	-41,618,911	-8,674,795	-6,689,357	-56,983,063	-52,352,414

Description	Original Budget	Proposed Carry Overs	Proposed Adjustments	Proposed Revised Budget	Actual YTD
Capital Expenditure					
Economic Development (ED)	0	1,746,408	0	1,746,408	28,538
Children's Services (CS)	0	0	0	0	9,410
Commercial Entities (CE)	951,705	1,518,051	0	2,469,756	288,596
Community & Cultural Development (CCD)	8,491	0	97,000	105,491	54,861
Community Facilities (CF)	646,067	723,598	0	1,369,665	121,920
Environmental Management (EM)	0	310,000	0	310,000	0
Fleet and Plant (FP)	5,133,810	3,443,347	346,495	8,923,652	621,810
Information Technology (IT)	326,581	80,000	0	406,581	72,981
Libraries (L)	181,973	39,870	0	221,843	47,173
Property (P)	0	0	0	0	70,783
Public Order and Safety (POS)	0	4,260,611	0	4,260,611	43,900
Recreation (R)	2,311,543	4,844,362	26,953	7,182,858	314,320
Sewer Services (SS)	23,720,000	0	-21,495	23,698,505	2,038,497
Stormwater (S)	482,483	242,780	1,440,000	2,165,263	58,426
Tourism (T)	9,458,777	3,815,837	0	13,274,614	261,590
Transport (TR)	13,151,321	12,306,665	2,368,000	27,825,985	3,784,651
Waste Management (WM)	9,686,922	504,006	250,000	10,440,928	9,138
Water Services (WS)	30,390,000	51,600	0	30,441,600	3,258,698
Works and Operations (WO)	49,893	333,874	80,000	463,767	40,839
Workforce Development (WD)	0	0	35,000	35,000	0
Total Capital Expenditure	96,499,566	34,221,009	4,621,953	135,342,529	11,126,131

Projected Funds Balances for September Quarterly Budget Review Statement
for YTD Period Ending September 2022

Attachment 1(d)

Description	Opening Balances	Original Budget	Proposed Carry Overs	Proposed Adjustments	Forecast Budget	Closing Balances
Total Unrestricted Funds	9,715,268	-651,696	-7,208,072	-421,052	-8,280,820	1,434,448
Externally Restricted Funds						
Water Fund	47,976,513	-1,077,117	-4,534,717	4,397,880	-1,213,954	46,762,558
Sewer Fund	12,501,328	1,125,624	-298,492	-53,978	773,154	13,274,482
Domestic Waste Fund	27,964,764	-2,785,171	-792,625	-150,517	-3,728,313	24,236,451
Section 94 Developer Contributions	10,647,391	1,824,367	0	-130,404	1,693,963	12,341,354
Section 94A Developer Contributions	958,309	300,369	0	0	300,369	1,258,678
Unexpended Grants	11,198,115	-730,700	-10,244,874	3,992	-10,971,583	226,532
Other Contributions	2,607,651	-153,183	-1,266,299	0	-1,419,483	1,188,169
General Loans External	3,575,432	0	0	0	0	3,575,432
StormwaterFund	454,510	128,907	0	0	128,907	583,418
Crown Reserve	5,367,936	-1,028,430	0	-934,146	-1,962,576	3,405,359
CS Asset Replacement	494,353	0	0	0	0	494,353
Crown Reserve Loan Pool	149,228	2,155	0	0	2,155	151,382
Natural Disaster Recovery	1,010,579	0	-11,285	-980,000	-991,285	19,293
Total Externally Restricted Funds	124,906,109	-2,393,180	-17,148,293	2,152,826	-17,388,647	107,517,462
Internally Restricted Funds						
Infrastructure Fund	373,759	0	-11,500	0	-11,500	362,259
Employee Leave Entitlements	4,301,886	80,796	0	0	80,796	4,382,683
Community Development Infrastructure Fund	58,122	0	-58,122	0	-58,122	0
Council Funded Loan Pool	166,616	3,663	0	0	3,663	170,278
Energy And Efficiency Fund	626,718	0	0	0	0	626,718
Gravel Pits	918,352	0	0	0	0	918,352
Management Committees	153,891	9,146	0	627	9,773	163,664
Sports Liason Comittee	252,386	20,792	0	0	20,792	273,178
Unexpended General Loan Fund	533,959	0	-276,292	0	-276,292	257,667
Real Estate Disposal	7,357,847	1,804,700	-31,813	0	1,772,887	9,130,734
Special Rate Variation	3,846,248	-132,114	-416,257	0	-548,371	3,297,877
Infrastructure Renewals (FFTF)	5,481,463	426,634	-307,832	0	118,801	5,600,265
Recreation Strategy	18,904	0	-33,896	0	-33,896	-14,992
Other Internal Reserves	4,315,088	-11,718	-54,137	0	-65,855	4,249,233
Financial Assistance Grants	5,908,903	0	0	0	0	5,908,903
Total Internally Restricted Funds	34,314,144	2,201,898	-1,189,849	627	1,012,675	35,326,821
Total Council Funds	168,935,522	-842,978	-25,546,215	1,732,401	-24,656,792	144,278,732

Entity	Cost Centre	Fund Flow Type	(Favourable)/ Unfavourable	Carry Forward	Quarterly Budget Review Comments Q1
Environment Fund	Invasive Species	Other Costs (incl materials & contracts)	59,300	Yes	Contributions funded expenditure for Juncus acutus - Clyde catchment 2019-24 project
		User Charges & Other	(59,300)	Yes	
	Natural Resource Management	Operating Grants & contributions	(475,000)	Yes	Grant funded expenditure for Natural Resource Management projects including Bushfire Affected Waterways and Wagonga Inlet Jetty & Pontoon
		Employee costs	(100,000)		
		Other Costs (incl materials & contracts)	355,902	Yes	
		Purchase of Assets	310,000	Yes	
		Transfers from (to) Restricted Investments	(204,005)	Yes	
Various	Various	125,303	Yes	Various minor adjustments this quarter	
Environment Fund Total			12,200		
Sewer Fund	New Sewer Schemes	Capital Grants & Contributions	(298,492)		Revised timing of grant income for Nelligen Sewage Treatment Scheme project
		Transfers from (to) Restricted Investments	298,492	Yes	
	Sewer Treasury	Interest	176,411		Revised interest rates on borrowings
		Repayments of Borrowings	129,800		Final loan types and terms drawn June 2022
	Various	Various	46,259		Various minor adjustments this quarter
Sewer Fund Total			352,470		
Water Fund	Water Supply Asset Renewals	Purchase of Assets	51,600	Yes	Contribution funded water main relocation at George Bass Drive & Ocean View Way intersection
		Transfers from (to) Restricted Investments	(51,600)	Yes	
	Water Supply New Assets	Capital Grants & Contributions	(4,534,717)		Revised timing of grant income for Southern Storage project
		Transfers from (to) Restricted Investments	4,534,717	Yes	
	Various	Various	136,837		Various minor adjustments this quarter
Water Fund Total			136,837		
Waste Fund	General Fund Plant	Purchase of Assets	792,625	Yes	Revised timing of Waste fleet capital purchases due to delays in supply
	Waste Disposal And Recycling	Operating Grants & contributions	(250,000)	Yes	Grant funded NSW EPA Fencecycle program
		Other Costs (incl materials & contracts)	537,317	Yes	
		Purchase of Assets	250,000		Partially funded relocation of waste bunker at Surf Beach
		Transfers from (to) Restricted Investments	(386,800)	Yes	Grants received in 21-22 for NSW EPA Fencecycle program and and reserve funding for relocation of waste bunker at Surf Beach
	Waste Programs	Other Costs (incl materials & contracts)	114,986	Yes	Grant funded capital and operational works at Surf Beach
		Purchase of Assets	433,767	Yes	
	Transfers from (to) Restricted Investments	(548,753)	Yes		
Waste Fund Total			943,142		

Entity	Program	Fund Flow Type	(Favourable)/ Unfavourable	Carry Forward	Quarterly Budget Review Comments Q1	
General Fund	Airport	Other Costs (incl materials & contracts)	90,000	Yes	Grant funded Moruya Airport Resilience works	
		Capital Grants & Contributions	(855,000)	Yes	Grant funded capital works at Moruya Airport including Shellfish Hatchery	
		Purchase of Assets	2,343,609	Yes		
			Transfers from (to) Restricted Investments	(1,302,446)	Yes	Grant funding for capital and operational works at Moruya Airport
	Botanic Gardens	Capital Grants & Contributions	(60,000)	Yes	Grant funded Botanic Gardens Sensory Garden Upgrade project	
		Purchase of Assets	511,953	Yes		
		Transfers from (to) Restricted Investments	(451,953)	Yes		
	Caravan Parks & Camp Grounds	User Charges & Other	1,807,857		Revised income and expense forecast for Batemans Bay Beach Resort due to new contract structure	
		Other Costs (incl materials & contracts)	(1,404,673)			
		Transfers from (to) Restricted Investments	(189,998)			
	Childrens Services		Other Costs (incl materials & contracts)	55,000		Grant funded Community Events program
	Community Care	User Charges & Other	(132,800)		Grant and NDIS funded Community Care programs	
		Other Costs (incl materials & contracts)	1,254,659	Yes		
		Transfers from (to) Restricted Investments	(1,121,860)	Yes		
	Community Development & Youth	Other Costs (incl materials & contracts)	578,259	Yes	Grant funded Youth Employment & Y Drive programs	
		Transfers from (to) Restricted Investments	(578,259)	Yes		
		Community Executive	Operating Grants & contributions	(612,759)		Yes
			Employee costs	53,856		Grant funded Bushfire Recovery Support Service and Community Recovery Officer Programs
			Other Costs (incl materials & contracts)	641,344	Yes	
			Transfers from (to) Restricted Investments	(102,634)	Yes	
	Corporate Administration	Purchase of Assets	330,956	Yes	Administration Building Lift and Moruya Workshop Improvements projects	
		Proceeds from Borrowings	282,292		Revised timing of loan funding for Administration Building Lift project	
		Transfers from (to) Restricted Investments	(276,292)	Yes		
	Development Services	Employee costs	(50,000)		Transfer between expenditure types for Council contribution to Flood Risk Studies grant	
		Other Costs (incl materials & contracts)	450,000	Yes	Grant funded Development Services projects	
		Transfers from (to) Restricted Investments	(450,000)	Yes		
	Emergency Services	Operating Grants & contributions	(485,117)	Yes	Grant funded Regional Co-located Emergency Services Precinct and other Emergency Services projects	
		Other Costs (incl materials & contracts)	514,785	Yes		
		User Charges & Other	(852,000)	Yes		
			Capital Grants & Contributions	(1,029,780)	Yes	Grant and insurance funded Surf Beach Emergency Services Precinct project
		Purchase of Assets	2,890,611	Yes		
		Transfers from (to) Restricted Investments	(1,075,379)	Yes	Grant funding received in 2021-22 for Surf Beach Emergency Services Precinct and Regional Co-located Emergency Services Precinct projects	
Environment Works		Other Costs (incl materials & contracts)	60,000		Bay Road Long Beach environment protection works	
Facilities Management	Capital Grants & Contributions	(2,024,070)	Yes	Grant funding for various Community Facilities projects including Eurobodalla Fire Control Centre construction and Moruya Showground Canteen & Amenities Development		
	Purchase of Assets	2,948,346	Yes			
	User Charges & Other	265,423		Adjustments to 2022-23 Bay Pavilions operating budgets including reduced revenue and increased electricity expense		
	Other Costs (incl materials & contracts)	461,116				
	Transfers from (to) Restricted Investments	(1,314,785)	Yes			
Finance		Operating Grants & contributions	(494,696)		Increase to 2022-23 Financial Assistance Grant funding	
Governance & Administration	Other Costs (incl materials & contracts)	100,000		Organisation Service Review program		
	Purchase of Assets	2,885,058	Yes	Revised timing of fleet capital purchases		
	Repayments of Borrowings	(83,792)		Final loan types and terms drawn June 2022		

Entity	Program	Fund Flow Type	(Favourable)/ Unfavourable	Carry Forward	Quarterly Budget Review Comments Q1	
General Fund Cont'd	Information Technology	Operating Grants & contributions	(55,292)	Yes	Grant funding for Traffic Safety Sensor Network project	
		Other Costs (incl materials & contracts)	494,310	Yes	Grant funded Traffic Safety Sensor Network project and introduction of annual Technology 1 licence costs	
		Purchase of Assets	80,000	Yes	Grant funded NSW Planning Portal - Technology 1 Integration project	
	Transfers from (to) Restricted Investments	(80,000)	Yes			
	Library And Cultural Services	Capital Grants & Contributions	(97,000)		Gifted sculptures for Moruya Library	
		Purchase of Assets	97,000			
			Operating Grants & contributions	(237,341)	Yes	Grant funded Library & Cultural Services projects including Aboriginal Arts Exhibition
			Other Costs (incl materials & contracts)	566,245	Yes	Grant funded Library & Cultural Services projects including Aboriginal Arts Exhibition and Basil Sellers Art Prize
			Transfers from (to) Restricted Investments	(304,812)	Yes	
	Organisational Development		Other Costs (incl materials & contracts)	160,000	Yes	Work Health & Safety project (continued)
			Transfers from (to) Restricted Investments	(156,146)	Yes	
	Other Works – Private		Other Costs (incl materials & contracts)	74,962	Yes	Grant funded Central Tilba Heritage Village Bushfire Resilience project
	Public Conveniences		Capital Grants & Contributions	(1,798,500)	Yes	Grant funded drainage, stormwater, beach access and Batemans Bay Waterfront works
			Purchase of Assets	2,451,216	Yes	
			Transfers from (to) Restricted Investments	(564,363)	Yes	
	Recreation		Other Costs (incl materials & contracts)	55,000		Grant funded Community Events program
			Capital Grants & Contributions	(1,486,733)	Yes	Grant funded Recreation projects including Coastal Headlands Walk construction, Malua Bay Beach Reserve works and Observation Point, Batehaven Viewing Platform
			Purchase of Assets	3,780,261	Yes	
	Recreation Admin		Transfers from (to) Restricted Investments	(1,713,304)	Yes	Riverside Park Plan of Management project
			Other Costs (incl materials & contracts)	65,530		Funding allocations for Management Committees
	Strategic Development		Capital Grants & Contributions	(1,806,911)	Yes	Grant funded Mogo Adventure Trails and Streets as Shared Spaces projects
			Purchase of Assets	2,361,890	Yes	
			Transfers from (to) Restricted Investments	(568,797)	Yes	
		Operating Grants & contributions	(287,582)		Various grant funded projects including Coastal Management Plan and Community Events program, and transfer between expenditure types for Council contribution to Flood Risk Studies grant	
		Employee costs	(54,000)			
		Other Costs (incl materials & contracts)	402,688	Yes		
Transport		Capital Grants & Contributions	(7,943,694)	Yes	Grant funded Transport works including Bridge Renewals, Tomakin Road upgrades and works on Araluen Road	
		Purchase of Assets	14,734,293	Yes		
		Transfers from (to) Restricted Investments	(5,983,147)	Yes		
		User Charges & Other	(4,721,342)			
		Operating Grants & contributions	(299,980)	Yes		
		Other Costs (incl materials & contracts)	7,005,876	Yes	Grant funding for Bushfire Generated Green Waste Clean-Up project	
		Other Costs (incl materials & contracts)	7,005,876	Yes	Bushfire Generated Green Waste Clean-Up project and Kings Highway works	
Various		Various	(130,863)	Yes	Various minor adjustments this quarter	
General Fund Total			7,616,925			
Total Budget Amendments			9,061,574			

Description	SRV Funding Amount (Revised)	Current Revised Budget	Actual YTD Costs	\$ Remaining	% Spent	Progress Update
Facilities Management						
Sporting amenities - minor renewal activities	-157,901	263,850	0	263,850	0.00%	Yet to commence
Halls, Library & Community Centres-Asbestos Remov	-21,327	42,406	0	42,406	0.00%	In progress - works commenced 2018-19
Capt Oldrey Reserve Amenities Upgrades	-705	23,027	3,958	19,068	17.19%	In progress
Dalmeny Tennis - Court Repairs	-47,409	80,000	0	80,000	0.00%	Yet to commence
Moruya Pool - Clubroom Access Upgrade	-10,000	10,000	0	10,000	0.00%	Yet to commence
Tennis Access Upgrade	-19,000	22,603	1,062	21,541	4.70%	In progress
Broulee Tennis Complex - Preventative Maintenance	-8,178	13,800	0	13,800	0.00%	In progress - works commenced 2021-22
Mackay Park Changerooms Repaint	-1,237	2,088	0	2,088	0.00%	In progress - works commenced 2021-22
Bill Smyth Oval - Second Field Expansion	-155,968	338,905	4,865	334,040	1.44%	In progress
Total Facilities Management	-421,725	796,679	9,885	786,794	1.24%	
Transport						
Reseal - Local Urban Sealed	-487,966	1,972,465	113,716	1,858,749	5.77%	In progress
Edward Road Batehaven - Pathway	-11,144	70,700	8,751	61,949	12.38%	In progress
Gravel Resheet - Runnyford Road	-5,376	60,000	51,999	8,001	86.67%	In progress
Gravel Resheet - Araluen Road, Merricumbene	-17,472	195,000	0	195,000	0.00%	Yet to commence
Gravel Resheet - Cadgee Mountain Road	-7,168	80,000	0	80,000	0.00%	Yet to commence
Gravel Resheet - Spot Gravelling	-6,463	72,130	28,755	43,375	39.87%	In progress
Shared Path Melaleuca Cres - Stage 2 (LRCI)	-7,641	63,621	14,148	49,473	22.24%	In progress
Beach Rd Denhams Beach - Pathway	-1,526	10,077	0	10,077	0.00%	In progress - works commenced 2021-22
Northcove Rd Long Beach - Pathway	-14,259	90,257	0	90,257	0.00%	In progress - works commenced 2021-22
Noble Parade Dalmeny - Pathway	-12,260	77,577	33,303	44,274	42.93%	In progress
Evans Rd Tuross Head - Pathway	-2,845	18,575	0	18,575	0.00%	In progress - works commenced 2021-22
Sunpatch Parade Tomakin - Pathway (LRCI Phase 3)	-22,663	197,183	950	196,233	0.48%	In progress
Araluen Road - Resheeting (FLR Rnd 3)	-20,168	909,238	130,641	778,597	14.37%	In progress
Araluen Road - Extend Seal (FLR Rnd 3)	-16,577	507,218	29,171	478,047	5.75%	In progress
Old Bolaro Road - Culvert	-4,480	50,000	598	49,402	1.20%	In progress

Special Rate Variation Program Statement
for YTD Period Ending September 2022

Description	SRV Funding Amount (Revised)	Current Revised Budget	Actual YTD Costs	\$ Remaining	% Spent	Progress Update
Wagonga Scenic Drive - resheet	-3,584	40,000	0	40,000	0.00%	In progress - works commenced 2021-22
Sylvan Street Pathway	-2,388	15,000	0	15,000	0.00%	Yet to commence
Maulbrooks Road - Gravel Resheet 22-23	-4,480	50,000	0	50,000	0.00%	Yet to commence
Belowra Road - Gravel Resheet 22-23	-12,096	135,000	0	135,000	0.00%	Yet to commence
Waincourt Road - Gravel Resheet 22-23	-8,064	90,000	0	90,000	0.00%	Yet to commence
Hawdons Road - Gravel Resheet 22-23	-6,272	70,000	0	70,000	0.00%	Yet to commence
Donovans Creek Road - Gravel Resheet 22-23	-7,168	80,000	0	80,000	0.00%	Yet to commence
Goldfields Drive - Gravel Resheet 22-23	-5,376	60,000	0	60,000	0.00%	Yet to commence
Phyllis Price Drive - Gravel Resheet 22-23	-4,928	55,000	0	55,000	0.00%	Yet to commence
Onslow Close - Gravel Resheet 22-23	-1,792	20,000	0	20,000	0.00%	Yet to commence
Percy Davis Drive - Gravel Resheet 22-23	-3,584	40,000	0	40,000	0.00%	Yet to commence
Punkalla Tilba Road - Gravel Resheet 22-23	-5,824	65,000	0	65,000	0.00%	Yet to commence
Sunnyside Road - Gravel Resheet 22-23	-3,136	35,000	0	35,000	0.00%	Yet to commence
Bengello Beach Road - Gravel Resheet 22-23	-3,584	40,000	0	40,000	0.00%	Yet to commence
Old Nelligen Road - Gravel Resheet 22-23	-4,928	55,000	0	55,000	0.00%	Yet to commence
River Road (drainage) - Gravel Resheet 22-23	-6,270	70,000	0	70,000	0.00%	Yet to commence
Costin St Narooma - Footpath 22-23	-3,184	20,000	0	20,000	0.00%	Yet to commence
Total Transport	-724,665	5,314,040	412,030	4,902,010	7.75%	

Special Rate Variation Program Statement
for YTD Period Ending September 2022

Description	SRV Funding Amount (Revised)	Current Revised Budget	Actual YTD Costs	\$ Remaining	% Spent	Progress Update
Recreation						
Burri Point, Guerrilla Bay	-47,386	48,335	750	47,585	1.55%	In progress
Observation Point, Batehaven Viewing Platform	-28,809	707,558	117,024	590,534	16.54%	In progress
Parks Facilities Renewals - Seats/Tables	-70,282	152,583	43,162	109,421	28.29%	In progress
Playground renewals	-70,350	155,831	0	155,831	0.00%	Yet to commence
Riverside Park Improvements	-212,032	216,273	0	216,273	0.00%	Yet to commence
Sporting Fields - topdressing/renovation	-37,211	56,209	0	56,209	0.00%	Yet to commence
Malua Bay Beach Reserve (LRCI Phase 3)	-44,649	1,173,567	7,323	1,166,244	0.62%	In progress
Tilba Playground Upgrade	-7,670	27,158	5,462	21,696	20.11%	In progress
Total Recreation	-518,388	2,537,513	173,721	2,363,793	6.85%	
Public Conveniences						
Drainage Renewals - Shirewide	-203,000	203,000	0	203,000	0.00%	Yet to commence
Stormwater Renewal - South Head Rd/Hazel Rd	-14,428	14,428	0	14,428	0.00%	In progress - works commenced 2021-22
Stormwater Renewal - The Anchorage South Head	-28,000	122,483	0	122,483	0.00%	Yet to commence
Stormwater Renewal - Island View Rd Tuross	-26,015	26,015	0	26,015	0.00%	In progress - works commenced 2021-22
Total Public Conveniences	-271,443	365,926	0	365,926	0.00%	
Environment Works						
Beach Road (Caseys Beach) Rockwall St 1	-903,679	903,679	0	903,679	0.00%	In progress - works commenced 2018-19
Total Environment Works	-903,679	903,679	0	903,679	0.00%	
Total SRV Program	-2,839,900	9,917,838	595,636	9,322,201	6.01%	

Consultancy, Legal and Contractors Expenses for the quarter ending 30 September 2022

Attachment 2

Contracts entered into greater than \$50,000

Contractor	Contract detail & purpose	Contract Value (GST Excl)	Commencement Date	Duration of contract	Budgeted (Y/N)
A & J Power Formwork	Traffic control for River Road causeway reconstruction (Natural Disaster Recovery)	\$ 160,375	10-Aug-22	3 Months	Y
Arkwood Organic Recycling	Transport and reuse/recycling of biosolids	\$ 213,636	10-Aug-22	2 years with option	Y
BCP Precast	Supply of pipes for future scheduled works	\$ 175,190	29-Sep-22	16 - 20 weeks or on delivered	Y
Belgravia Pro Pty Ltd	Management fee	\$ 150,124	29-Aug-22	4 months	Y
Centium Pty Ltd	Internal Audit program 2022-23	\$ 60,000	15-Aug-22	2 years with option	Y
Department of Regional NSW	Southern Storage construction management	\$ 1,790,642	14-Sep-22	92 weeks	Y
Department of Regional NSW	Nelligen water reservoirs construction management	\$ 231,855	15-Sep-22	45 weeks	Y
Department of Regional NSW	Works insurance - Southern Storage construction	\$ 640,819	27-Sep-22	92 weeks	Y
Department of Regional NSW	Tuross Head sewer upgrades	\$ 186,551	30-Sep-22	On completion of work	Y
Elster Metering Pty Ltd	Water meter replacement program	\$ 98,000	18-Aug-22	1 year	Y
Haslin Constructions Pty Ltd	Southern Storage construction	\$ 106,004,016	08-Jul-22	92 weeks	Y
HD Civil Pty Ltd	Installation of Potato Point Bridge	\$ 175,440	01-Aug-22	2 months	Y
Inquik Pty Ltd	Veitch Street, Mogo - Supply of Bridge Components	\$ 381,760	28-Sep-22	3 months	Y
Interflow Pty Ltd	Sewer rehabilitation & maintenance - sewer relining	\$ 727,273	10-Aug-22	2 years with option	Y
Jennings Earthworks Pty Ltd	Runnyford Road resheet	\$ 59,930	11-Aug-22	On completion of work	Y
Jennings Earthworks Pty Ltd	Observation Point Car Park construction	\$ 146,975	16-Sep-22	On completion of work	Y
Pressure Sewer Solutions Pty Ltd	Nelligen Sewage Pump Station design	\$ 56,100	26-Sep-22	7 months	Y
Primus Security Pty Ltd	Main Administration Building security system upgrade & CCTV	\$ 148,870	01-Aug-22	6 months	Y
Project Lighting Pty Ltd	Moruya Airport - West Precinct Infrastructure Works	\$ 126,542	04-Jul-22	30-34 weeks	Y
Push Mobility	Purchase of on-beach matting	\$ 214,891	14-Jul-22	3 Months	Y
Readymix Holdings (Humes)	Supply of pipes for future works program	\$ 123,292	16-Sep-22	On delivery	Y
Readymix Holdings (Humes)	Supply of pipes for Batemans Bay Stormwater Project	\$ 111,322	20-Sep-22	On delivery	Y
SFI - Valve Max	Purchase of Wachs Super D Guillotine Saw	\$ 70,656	13-Sep-22	On delivery	Y
Specialised Geo Pty Ltd	Araluen Road - Merricumbene Landslip Stabilisation (Natural Disaster Recovery)	\$ 1,366,545	30-Aug-22	7 months	Y
Traymark Industrial Caravans Pty Ltd	2022-2023 Fleet replacement plan	\$ 465,144	09-Aug-22	12 Months or until delivered	Y
Locale Consulting Pty Ltd	Delivery of a plan of management and master plans for Riverside Park	\$ 65,530	05-Sep-22	1 year	Y

Consultancy and Legal Expenses Incurred

	September Quarter	Budgeted (Y/N)	Comments
Consultants	813,295	Y	Design works and construction management, civil engineering
Legal Fees	83,070	Y	Contract advice, workcover & general legal advice

Definition of consultant:

A consultant is a person or organisation engaged under a contract on a temporary basis to provide recommendations, or high level specialist or professional advice, to assist decision making by management. Generally it is the advisory nature of the work that

Eurobodalla Shire Council

Key Performance Indicators : Consolidated Results for the quarter ended September 2022

Indicator	Target	Original Budget 2022-23	Projected FY 2022-23
Unrestricted Current Ratio	> 1.5	> 3.6	> 4.5
Operating Performance Ratio	minimum 0%	-0.91%	-5.72%
Buildings & Infrastructure Renewals Ratio	= > 100%	106%	157%

Refer Note (a)

Refer Note (b)

Explanations:

Unrestricted Current Ratio - Indicates adequacy of working capital and the ability to satisfy obligations in the short term.

Operating Performance Ratio - Indicates achievement of containing operating expenditure within operating revenue.

Buildings & Infrastructure Renewals Ratio - Indicates the rate at which assets are being renewed compared to the rate at which they are depreciated.

Target : Source 2021-22 Financial Statements

Notes:

(a) Budgeted ratios are based on the original budgets for 2022-23.

(b) Projected ratios are based on the revised budgets for 2022-23.



Mayor and councillor Fees and Expenses Statement

For the quarter ended 30 September 2022

Councillor	Councillor Allowance	Conference / Delegate Costs	Travelling Expenses	Phone / Fax/ Internet etc	Training / Skill Development	Other Costs	Total
Clr R Pollock	5,275	0	185	72	0	0	5,532
Clr T Harrison	5,275	0	0	72	81	137	5,565
Clr A Mayne	5,275	0	130	72	0	18	5,496
Clr M Hatcher	16,785	1,258	2,526	72	0	0	20,642
Clr D Grace	5,275	1,258	0	72	112	0	6,717
Clr A Schutz	5,275	0	0	97	0	0	5,372
Clr T Dannock	5,275	0	0	72	0	0	5,347
Clr A Worthington	5,275	1,522	662	134	0	18	7,611
Clr P Diskon	5,275	1,258	0	72	0	0	6,605
Total	58,985	5,296	3,502	736	193	174	68,887

Notes:

Travelling Expenses includes mayoral leaseback arrangements