

ATTACHMENT TO AGENDA ITEM

Ordinary Meeting

15 May 2018

Agenda Item 9.3 April 2018 Monthly Financial Report

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MONTHLY FINANCIAL REPORT APRIL 2018

Operating Performance

Adjusted underlying result			
Adjusted underlying surplus (or deficit) as a percentage of underlying revenue			
YTD ACTUAL	YTD ADOPTED FORECAST Q3	ADOPTED BUDGET	ADOPTED FORECAST Q3
14.31%	17.02%	-0.50%	1.30%

- Expected end of year range of -20% to 20%; Target band of >0%.
- YTD Actual and YTD Adopted Forecast Q3 are high due to the full amount of 2017/2018 rates revenue being raised in July. The underlying surplus will reduce throughout the financial year as expenditure is incurred.
- The variance between YTD Actual and YTD Adopted Forecast Q3 is due to an increase in the amount of assets written down. See notes to income statement.

Financial Health

Working Capital			
Current assets as a percentage of current liabilities			
YTD ACTUAL	YTD ADOPTED FORECAST Q3	ADOPTED BUDGET	ADOPTED FORECAST Q3
377.77%	390.50%	174.40%	233.02%

- Expected range of 100% to 400%; Target band of 120% to 200%.
- YTD Actual and YTD Adopted Forecast Q3 are high due to 2017/2018 rates revenue being raised in July. The Adopted Forecast Q3 (Full Year) shows a reduction as operating and capital expenditure is incurred.
- VAGO indicate that any level of liquidity higher than 100% is considered low risk.

Financial Obligations

Loans and borrowings			
Loans and borrowings as a percentage of rates			
YTD ACTUAL	YTD ADOPTED FORECAST Q3	ADOPTED BUDGET	ADOPTED FORECAST Q3
25.39%	25.39%	33.08%	24.70%

- Expected range of 0% to 70%; Target band of 20% to 60%.
- This indicates Council has a level of borrowing that is appropriate to their activities and have a strong capacity to meet their long term obligations.
- At the Q3 Forecast Review Council decided to defer the drawdown of \$6m borrowings included in the 2017/2018 Adopted Budget into a future financial year.

Other Financial Performance

Rates Debtors

\$15.96m
Same time last year \$11.85m
4th instalment due 31 May 2018

Sundry Debtors

0-30 days \$1.88m or 58% of total outstanding sundry debtors.
31-60 days \$326k or 10% of total outstanding sundry debtors.
61+ days \$1.02m or 32% of total outstanding sundry debtors.

Investments

\$41.0m with average rate of 2.12%;
75.61% at A1+, 9.76% at A1, 4.88% at A2.
\$691k in interest income to date

Operating Performance April 2018

Income	YTD Adopted Forecast Q3 vs YTD Actual (Fav)/Unfav		Projected Full Year vs Adopted Forecast Q3 (Fav)/Unfav	
Rates and Charges	Steady	(\$0m)	Steady	\$0.03m
Statutory Fees	Steady	(\$0m)	Steady	\$0.07m
User Charges	Steady	(\$0.19m)	Steady	\$0.06m
Grants	Favourable	(\$0.23m)	Steady	(\$0.06m)
Contributions	Favourable	(\$0.21m)	Favourable	(\$0.19m)
Other Revenue	Favourable	(\$0.17m)	Steady	(\$0.17m)
Total Income	Steady	(\$0.8m)	Steady	(\$0.26m)
Expense				
Employee Costs	Steady	\$0.61m	Steady	\$0.26m
Materials and Consumables	Unfavourable	\$1.02m	Steady	(\$0.08m)
Bad and Doubtful Debts	Steady	\$0m	Steady	\$0m
Depreciation and Amortisation	Steady	\$0.02m	Unfavourable	\$1.65m
Borrowing Costs	Steady	(\$0m)	Steady	\$0m
Other Expenses	Steady	\$0.01m	Steady	\$0m
Total Expense	Steady	\$1.66m	Steady	\$1.83m

Notes:

- Grants is \$227k more than YTD Adopted Forecast Q3. This favourable variance is mostly due to additional grant income for Commonwealth Home Support, Senior Citizens Centres, DHHS Under 65 and early Childhood Education. Please see income statement for more detail.

- Contributions is \$214k more than YTD Adopted Forecast Q3 and \$193k more than Adopted Forecast Q3. These favourable variances are mostly due to additional monetary contributions for Planning and Shepparton Art Museum. Please see income statement for more detail.

- Other Revenue is \$168k more than YTD Adopted Forecast Q3 and \$173k more than Adopted Forecast Q3. These favourable variances are mostly due to additional income for Financial Services, Strategic Assets Operations, Early Childhood Education and Waste Operations. Please see income statement for more detail.

- Materials and Consumables is \$1.02m more than YTD Adopted Forecast Q3. This unfavourable variance is mostly due to additional expenditure in parking enforcement, and the timing of expenditure for building works, roads, information services and drainage. Please see income statement for more detail.

- Depreciation is \$1.65m more than Adopted Forecast Q3. This favourable variance is mostly due to an increase in total assets. Please see income statement for more detail.

Capital Works Performance April 2018

ADOPTED BUDGET	ADOPTED FORECAST Q3	PROJECTED FULL YEAR	YTD ACTUAL
\$39.38m	\$35.32m	\$35.67m	\$21.76m

PROGRESS

*57.9% of Adopted Budget spent; 83.3% committed

*63.3% of current full year projection spent; 91.1% committed

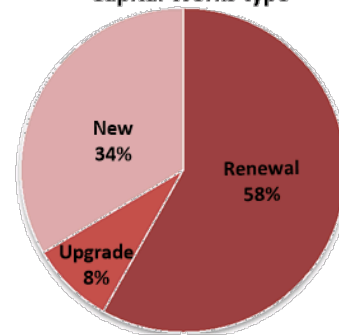
* Same time last year: \$26.13m (57.4%) of the 2016/2017 Adopted Budget had been spent

RENEWAL

Asset Renewal	
Asset renewal as a percentage of depreciation	
ADOPTED BUDGET	PROJECTED FULL YEAR
108.73%	88.00%

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

% Split of Projected Full Year by Capital Works type



Greater Shepparton City Council
Income Statement
for period ended April 2018

	YEAR TO DATE					FULL YEAR					Notes
	2017/2018 YTD Adopted Budget	2017/2018 YTD Adopted Forecast Q3	2017/2018 YTD Actual	YTD Adopted Budget Variance (Fav)/Unfav %	YTD Adopted Forecast Q3 Variance (Fav)/Unfav %	2017/2018 Adopted Budget	2017/2108 Adopted Forecast Q3	2017/2018 Projected Full Year	Adopted Budget Variance (Fav)/Unfav %	Adopted Forecast Q3 Variance (Fav)/Unfav %	
	\$	\$	\$	%	%	\$	\$	\$	%	%	
Revenues from Operating Activities											
Rates and Charges	74,145,754	74,521,655	74,521,841	(0.5%)	(0.0%)	74,191,715	74,628,228	74,594,357	(0.5%)	0.0%	
Statutory Fees	2,154,517	2,468,876	2,469,324	(14.6%)	(0.0%)	3,751,436	3,184,402	3,113,981	17.0%	2.2%	
User Charges	7,859,394	14,111,750	14,299,531	(81.9%)	(1.3%)	18,557,836	17,694,271	17,633,322	5.0%	0.3%	
Operating Grants	7,539,433	13,910,400	14,138,049	(87.5%)	(1.6%)	16,945,759	16,929,410	16,992,870	(0.3%)	(0.4%)	1
Operating Contributions	397,863	1,087,045	1,300,956	(227.0%)	(19.7%)	696,262	1,417,294	1,610,352	(131.3%)	(13.6%)	2
Other	1,511,205	1,789,148	1,956,953	(29.5%)	(9.4%)	2,262,581	2,228,488	2,401,432	(6.1%)	(7.8%)	3
Total Operating Revenue	93,608,166	107,888,874	108,686,654	(16.1%)	(0.7%)	116,405,589	116,082,093	116,346,314	0.1%	(0.2%)	
Expenses from Operating Activities											
Employee Costs	40,050,152	39,013,503	39,625,886	(1.1%)	1.6%	47,979,746	46,955,217	47,217,057	(1.6%)	0.6%	
Materials and Consumables	23,243,902	32,751,932	33,773,788	45.3%	3.1%	48,164,990	48,555,710	48,470,909	0.6%	(0.2%)	4
Bad & Doubtful Debts	9,850	12,563	12,576	27.7%	0.1%	132,000	146,152	146,165	10.7%	0.0%	
Depreciation and Amortisation	18,738,242	19,899,174	19,917,415	6.3%	0.1%	22,485,890	22,405,050	24,057,959	7.0%	7.4%	5
Borrowing Costs	550,000	644,941	644,941	17.3%	(0.0%)	1,223,000	1,140,000	1,140,000	(6.8%)	0.0%	
Other Expenses	77,776	347,406	353,874	355.0%	1.9%	519,671	398,463	398,463	(23.3%)	0.0%	
Total Operating Expenses	82,669,922	92,669,519	94,328,480	14.1%	1.8%	120,505,297	119,600,592	121,430,553	0.8%	1.5%	
UNDERLYING OPERATING RESULT	10,938,244	15,219,355	14,358,174	(31.3%)	5.7%	(4,099,708)	(3,518,499)	(5,084,239)	(24.0%)	(44.5%)	
Non-operating Income and Expenditure											
Capital Grants	100,000	4,768,774	4,784,567	(4,684.6%)	(0.3%)	6,851,408	5,852,445	5,837,445	14.8%	0.3%	
Capital Contributions	40,000	1,502,620	1,781,160	(4,352.9%)	(18.5%)	1,910,749	3,314,382	3,324,322	(74.0%)	(0.3%)	6
Contributed Assets	0	5,450,369	6,651,353	(100.0%)	(22.0%)	2,000,000	5,450,369	6,651,353	(232.6%)	(22.0%)	7
Proceeds from Sale of Assets	27,000	431,694	431,694	(1,498.9%)	(0.0%)	1,012,500	730,000	730,000	27.9%	0.0%	
Written Down Value of Asset Disposals	0	(1,243,942)	(3,336,925)	100.0%	168.3%	(473,262)	(1,480,397)	(3,336,925)	605.1%	125.4%	8
Total Non Operating Items	167,000	10,909,515	10,311,849	(6,074.8%)	5.5%	11,301,395	13,866,799	13,206,195	16.9%	(4.8%)	
ACCOUNTING SURPLUS/(DEFICIT)	11,105,244	26,128,870	24,670,023	(122.1%)	5.6%	7,201,687	10,348,300	8,121,956	(12.8%)	21.5%	

Notes to the Income Statement for period ended April 2018

- 1) Operating Grants is \$227k more than YTD Adopted Forecast Q3. This favourable variance is mostly due to additional grant income for Commonwealth home support programs \$119k, Senior Citizen Centres \$28k, under 65 access and support \$24k, and supported parents and playgroups programs \$14k. Also impacted by timing of income for Shepparton Art Museum education programs \$14k. Projected full year is expected to increase in future months to reflect this additional grant income.
- 2) Operating contributions is \$214k more than YTD Adopted Forecast Q3 and Projected Full Year is \$193k more than Adopted Forecast Q3. These favourable variances are mostly due to additional developer contributions for car parking and civil works \$180k, and Shepparton Art Museum engagement and public programs \$11k. Projected Full Year is \$914k more than 2017/2018 Adopted Budget. This favourable variance is mostly due to additional contributions from developers \$460k, as well as additional contributions for Recreational Land Fund \$126k, Shepparton Art Museum community engagement programs, indigenous awards and exhibitions \$119k, and Shepparton/Mooroopna framework planning \$50k. This favourable variance is also impacted by \$100k received for the new Shepparton Art Museum on behalf of the SAM Foundation.
- 3) Other revenue is \$168k more than YTD Adopted Forecast Q3 and Projected Full Year is \$173k more than Adopted Forecast Q3. These favourable variances are mostly due to additional income investment interest \$100k, property sales \$28k, kindergarten fundraising \$26k, and additional income from increased steel recycling at Council's transfer stations \$25k.
- 4) Materials and Consumables is \$1.02m more than YTD Adopted Forecast Q3. This favourable variance is mostly due to additional infringement recovery expenditure in parking enforcement \$237k, as well as the timing of expenditure for building maintenance \$158k, road maintenance \$84k, telephone charges \$58k and drainage works \$46k.
- 5) Depreciation Projected Full Year is \$1.65m more than Adopted Forecast Q3 and 2017/2018 Adopted Budget. This unfavourable variance is mostly due to an increase in assets from completed works in progress and contributed assets.
- 6) Capital Contributions is \$278k more than YTD Adopted Forecast Q3. This favourable variance is mostly due to contributions received from Public Transport Victoria for stage 1 of the Maude St upgrade \$269k. Projected Full Year is \$1.4m more than 2017/2018 Adopted Budget. This favourable variance is mostly due to additional developer contributions \$502k, as well as additional contributions for Verney Road reconstruction \$336k, Greater Shepparton Regional Sports Precinct \$247k, Shepparton Alternate Route \$141k, and artwork acquisitions \$71k.
- 7) Contributed Assets is \$1.2m more than YTD Adopted Forecast Q3. Projected Full Year is \$1.2m more than Adopted Forecast Q3 and \$4.65m more than 2017/2018 Adopted Budget. These favourable variances are mostly due to contributed assets from various completed estates including Seven Creeks stages 11,12 and 13, as well as Kialla lakes stage 35a, Riverwood estate stage 7 and Northlinks estate stages 10 and 11.
- 8) Written Down Value of Asset Disposals Projected Full Year is \$1.85m more than Adopted Forecast Q3. This unfavourable variance is mostly due to the write off of assets as a result of asset inspections which found assets that are not Council owned assets or no longer exist. Also impact by the sale of Council owned assets.

Greater Shepparton City Council

Balance Sheet

as at April 2018

	Total Actual June 2017 \$	Adopted Budget June 2018 \$	Adopted Forecast Q3 June 2018 \$	YTD Adopted Budget 2018 \$	YTD Adopted Forecast Q3 2018 \$	YTD Actual 2018 \$	Total Actual June 2017 Variance (Fav)/Unfav %	Adopted Budget Variance (Fav)/Unfav %
Current Assets								
Cash and Cash Equivalent	25,303,343	19,384,378	21,459,745	1,636,010	20,854,358	18,352,689	27.5%	5.3%
Receivables	7,208,640	6,377,264	7,208,640	29,287,011	21,082,188	21,113,980	(192.4%)	(230.6%)
Other Financial Assets	17,000,000	13,226,000	17,000,000	24,704,114	27,500,000	27,500,000	(61.8%)	(107.9%)
Inventories	73,983	74,000	73,983	133,778	193,431	193,248	(161.2%)	(161.1%)
Assets held for Sales	-	-	-	-	-	220,970	(100.0%)	(100.0%)
Other Assets	1,050,880	1,280,000	1,050,880	955,911	360,023	328,232	65.7%	70.7%
Total Current Assets	50,636,846	40,291,642	46,793,248	56,716,824	69,990,000	67,709,119	(33.7%)	(68.0%)
Non Current Assets								
Investment in Associates	1,511,499	1,493,000	1,511,499	1,493,000	1,511,499	1,511,499	0.0%	(1.2%)
Infrastructure	1,058,401,546	1,073,331,000	1,071,112,415	1,055,270,682	1,062,519,648	1,063,342,444	(0.5%)	0.9%
Intangible Assets	847,819	973,000	847,819	973,000	847,813	847,813	0.0%	12.9%
Total Non Current Assets	1,060,760,865	1,075,797,000	1,073,471,733	1,057,736,682	1,064,878,960	1,065,701,756	(0.5%)	0.9%
Total Assets	1,111,397,711	1,116,088,642	1,120,264,981	1,114,453,506	1,134,868,960	1,133,410,876	(2.0%)	(1.6%)
Current Liabilities								
Trade & Other Payables	6,220,097	8,786,000	6,220,097	3,209,936	2,441,653	2,472,058	(60.1%)	(71.7%)
Trust Funds	2,716,657	3,094,000	2,716,657	2,868,066	4,460,430	4,460,430	64.2%	44.2%
Provisions	10,119,393	9,932,000	10,119,393	10,166,261	10,306,318	10,276,146	1.4%	3.4%
Interest Bearing Liabilities	1,307,898	1,291,000	1,024,898	437,340	714,581	714,582	(45.4%)	(44.6%)
Total Current Liabilities	20,364,044	23,103,000	20,081,045	16,681,603	17,922,982	17,923,216	(12.0%)	(22.4%)
Non Current Liabilities								
Provisions	7,093,881	6,485,000	7,093,881	567,568	7,093,881	7,093,881	0.0%	9.4%
Interest Bearing Liabilities	18,426,369	23,250,000	17,409,369	25,651,407	18,204,515	18,204,515	(1.2%)	(21.7%)
Total Non Current Liabilities	25,520,250	29,735,000	24,503,250	26,218,975	25,298,396	25,298,396	(0.9%)	(14.9%)
Total Liabilities	45,884,294	52,838,000	44,584,295	42,900,578	43,221,378	43,221,612	(5.8%)	(18.2%)
Net Assets	1,065,513,416	1,063,250,642	1,075,680,687	1,071,552,928	1,091,647,582	1,090,189,264	(2.3%)	(2.5%)
Represented By								
Accumulated Surplus	519,606,407	350,814,179	529,954,706	525,645,920	545,740,574	544,282,255	(4.7%)	(55.1%)
Reserves	545,907,009	712,436,463	545,725,981	545,907,008	545,907,008	545,907,008	0.0%	23.4%
Total Equity	1,065,513,416	1,063,250,642	1,075,680,687	1,071,552,928	1,091,647,582	1,090,189,264	(2.3%)	(2.5%)

Greater Shepparton City Council
Cash Flow Statement
as at April 2018

	2017/2018 Adopted Budget	2017/2018 Adopted Forecast Q3	2017/2018 YTD Actual	Adopted Budget Variance (Fav)/Unfav	Adopted Forecast Q3 Variance (Fav)/Unfav
	\$	\$	\$	\$	\$
Cash flows from operating activities					
Receipts from customers	97,875,000	97,085,389	79,131,772	19.15%	18.49%
Payments to suppliers	(98,116,000)	(96,055,542)	(78,858,552)	19.63%	(17.90%)
Net cash inflow(outflow) from customers(suppliers)	(241,000)	1,029,847	273,219	213.37%	99.70%
Interest received	652,000	650,000	604,790	7.24%	6.96%
Government receipts	23,692,000	22,781,855	18,922,616	20.13%	16.94%
Contributions	2,602,000	4,731,676	9,856,416	(278.80%)	(108.31%)
Net cash inflow(outflow) from operating activities	26,705,000	29,193,378	29,657,042	(11.05%)	1.74%
Cash flows from investing activities					
Net movement in other financial assets	8,817,000	-	(10,500,000)	219.09%	100.00%
Infrastructure, property, plant & equipment - proceeds	1,551,000	730,000	431,694	72.17%	40.86%
Infrastructure, property, plant & equipment - payments	(39,384,000)	(31,326,975)	(25,079,280)	36.32%	19.94%
Net cash inflow(outflow) from investing activities	(29,016,000)	(30,596,975)	(35,147,585)	(21.13%)	(14.87%)
Cash flows from financing activities					
Finance Cost	(1,223,000)	(1,140,000)	(644,941)	47.27%	43.43%
Proceeds from interest bearing loans and borrowings	6,000,000	-	-	100.00%	0.00%
Repayment of interest-bearing loans and borrowings	(1,017,000)	(1,300,000)	(815,170)	19.85%	37.29%
Net cash inflow(outflow) from financing activities	3,760,000	(2,440,000)	(1,460,111)	138.83%	40.16%
Net increase(decrease) in cash and equivalents	1,450,000	(3,843,597)	(6,950,654)	579.36%	80.84%
Cash and equivalents at the beginning of the year	17,934,378	25,303,343	25,303,343	(41.09%)	(0.00%)
Cash and equivalents at the end of the year	19,384,378	21,459,746	18,352,689	5.32%	14.48%

Greater Shepparton City Council
Capital Works Statement
 period ended April 2018

Capital Works Area	2017/2018	2017/2018	2017/2018	YTD	YTD	2017/2018	2017/2018	2017/2018	Adopted	Adopted	Note
	YTD	YTD	YTD	Adopted	Adopted		Adopted	Forecast Q3	Forecast Q3	Budget	
	Adopted	Adopted	Actual	Budget	Forecast Q3	Budget	Forecast Q3	Projected	Variance	Variance	
	Budget	Forecast Q3	Actual	Variance	Forecast Q3	Adopted	Forecast Q3	Full Year	(Fav)/Unfav	(Fav)/Unfav	
	\$	\$	\$	(Fav)/Unfav	(Fav)/Unfav	\$	\$	\$	%	%	
				%	%						
Aerodrome	0	344,592	353,730	100%	3%	300,000	360,000	360,000	20%	0%	
Bridges	0	812	1,098	100%	35%	657,360	507,360	507,360	(23%)	0%	1
Buildings	2,858,807	2,542,537	2,693,547	(6%)	6%	5,584,000	5,298,715	5,305,767	(5%)	0%	2
Computer & Telecommunications	60,000	226,562	230,938	285%	2%	260,000	473,905	473,905	82%	0%	3
Drainage	314,500	193,530	193,587	(38%)	0%	670,000	497,003	508,502	(24%)	2%	4
Fixture Fittings and Furniture	397,000	377,360	614,301	55%	63%	466,000	540,374	547,674	18%	1%	5
Footpaths & Cycleways	1,652,400	1,211,495	1,174,658	(29%)	(3%)	1,699,400	1,893,482	1,892,087	11%	(0%)	6
Land	20,000	0	0	(100%)	0%	20,000	20,000	20,000	0%	0%	
Land Improvements	450,000	116,691	117,721	(74%)	1%	1,090,000	1,089,002	1,099,602	1%	1%	
Off Street Car Parks	40,000	230	230	(99%)	(0%)	40,000	40,000	40,000	0%	0%	
Parks, Open Space & Streetscape	436,500	393,846	448,528	3%	14%	1,233,000	1,001,484	1,001,484	(19%)	0%	7
Plant Machinery & Equipment	40,000	1,020,805	1,102,224	2656%	8%	2,620,940	2,453,179	2,463,235	(6%)	0%	
Recreational Leisure and Community Facilities	3,453,574	2,464,183	2,541,113	(26%)	3%	3,681,574	4,535,204	4,745,703	29%	5%	8
Roads	5,398,903	9,971,263	9,998,316	85%	0%	13,561,262	12,195,146	12,628,589	(7%)	4%	9
Waste Management	668,573	1,439,679	1,646,850	146%	14%	6,500,000	3,411,065	3,272,065	(50%)	(4%)	10
Project Management Office	638,470	638,470	648,012	1%	1%	1,000,000	1,000,000	800,000	(20%)	(20%)	
Total Capital Works	16,428,727	20,942,055	21,764,852	32%	4%	39,383,536	35,315,919	35,665,973	(9%)	1%	

Capital Works Area	2017/2018	2017/2018	2017/2018	YTD	YTD	2017/2018	2017/2018	2017/2018	Adopted	Adopted	Note
	YTD	YTD	YTD	Adopted	Adopted		Adopted	Forecast Q3	Forecast Q3	Budget	
	Adopted	Adopted	Actual	Budget	Forecast Q3	Budget	Forecast Q3	Projected	Variance	Variance	
	Budget	Forecast Q3	Actual	Variance	Forecast Q3	Adopted	Forecast Q3	Full Year	(Fav)/Unfav	(Fav)/Unfav	
	\$	\$	\$	(Fav)/Unfav	(Fav)/Unfav	\$	\$	\$	%	%	
				%	%						
Renewal	9,793,476	12,878,983	13,604,891	39%	6%	24,448,488	21,298,210	21,170,561	(13%)	(1%)	
Upgrade	1,233,949	1,830,711	1,838,336	49%	0%	4,341,074	3,904,907	4,344,994	0%	11%	
New	4,555,432	5,563,022	5,642,745	24%	1%	9,386,574	8,895,402	9,133,018	(3%)	3%	
Expansion	207,400	30,869	30,869	(85%)	(0%)	207,400	217,400	217,400	5%	0%	
Project Management Office	638,470	638,470	648,012	1%	1%	1,000,000	1,000,000	800,000	(20%)	(20%)	
Total Capital Works	16,428,727	20,942,055	21,764,852	32%	4%	39,383,536	35,315,919	35,665,973	(9%)	1%	

Notes to the Capital Works Statement for period ended April 2018

- 1) Bridges Projected Full Year is \$150k less than 2017/2018 Adopted Budget. This favourable variance is due to rural seal bridge works being re-budgeted into future financial years.
- 2) Buildings is \$151k more than YTD Adopted Forecast Q3. This unfavourable variance is mostly due to the timing of building renewal works \$116k and stage 1 Maude St upgrade \$31k.
- 3) Computers and Telecommunications is \$214k more than 2017/2018 Adopted Budget. This unfavourable variance is mostly due to the finance system replacement project rebudgeted from the 2016/2017 capital works program.
- 4) Drainage Projected Full Year is \$161k less than 2017/2018 Adopted Budget. This favourable variance is mostly due to savings in North Growth Corridor drainage design and landscaping plan \$115k. Construction works have been budgeted for in the 2018/2019 draft capital works program. Favourable variance also impacted by Seven Creeks wetland planting \$50k being rebudgeted to the 2018/2019 draft capital works program.
- 5) Fixture, Fitting and Furniture is \$237k more than YTD Adopted Forecast Q3. This unfavourable variance is mostly due to the timing of works for KidsTown equipment and furniture renewals \$234k.
- 6) Footpaths and Cycleways Projected Full Year is \$192k more than 2017/2018 Adopted Budget. This unfavourable variance is mostly due to \$100k reclassified from Land Improvements for Seven Creeks shared paths, \$47k rebudgeted from 2016/2017 capital works program for Tallygaroopna walking track, additional \$23k for footpath and drainage works on Rushworth Rd/Impey St intersection, additional \$22k for a pedestrian island on Murchison-Violet Town Rd and an additional \$20k for pedestrian facilities for the Disability Discrimination Act.
- 7) Parks, Open Space & Streetscape Projected Full Year is \$231k less than 2017/2018 Adopted Budget. These favourable variances are mostly due to Maude Street Mall Activation \$250k being rebudgeted to the 2018/2019 draft capital works program.
- 8) Recreational Leisure and Community Facilities Projected Full Year is \$210k more than Q3 Adopted Forecast and \$1.60m more than 2017/2018 Adopted Budget. These unfavourable variances are mostly due to Greater Shepparton Regional Sports Precinct including an additional \$496k for Greater Shepparton Regional Sports Precinct Boulevard Works, \$200k of which was rebudgeted from the 2016/2017 capital works program, as well as an additional \$300k for the main and small pavilions. Also impacted by increases to reflect awarded contract and additional security required for the site \$294k.
- 9) Roads Projected Full Year is \$433k more than Adopted Forecast Q3 and \$932k less than 2017/2018 Adopted Budget. The unfavourable variance is mostly due to service relocation works as part of the Verney Road reconstruction \$403k. The favourable variance is mostly due to Balaclava Verney Dookie intersection works \$2.33m being rebudgeted into the 2018/2019 draft capital works program. Also impacted by \$263k savings for Shepparton Alternate Route and is partially offset by an additional \$350k for Safe System Road Infrastructure program. This is offset by additional grant income from Vic Roads.
- 10) Waste Management Projected Full Year is \$3.23m less than 2017/2018 Adopted Budget. This favourable variance is due to Cosgrove 2 & 3 works being rebudgeted into future financial years.