

ATTACHMENT TO AGENDA ITEM

Ordinary Meeting

16 June 2020

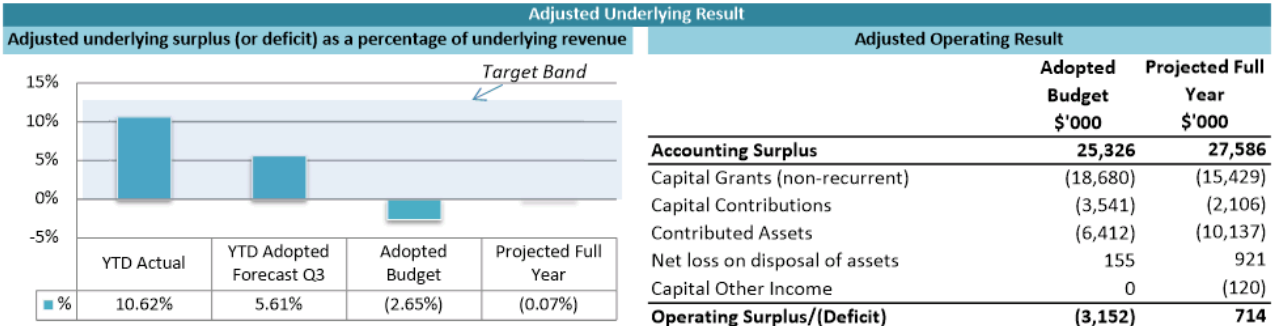
Agenda Item 9.2 May 2020 Monthly Financial Report

Attachment 1 May 2020 - Monthly Financial Statements..... 297



MONTHLY FINANCIAL REPORT MAY 2020

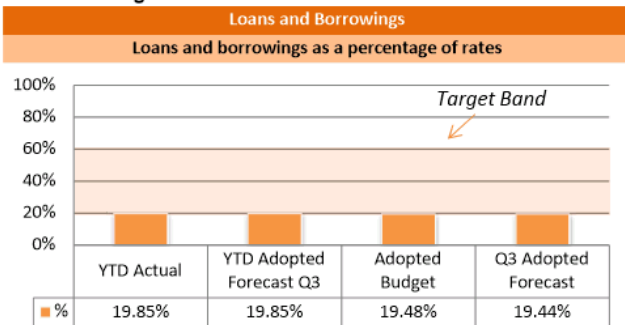
Operating Performance



- Local Government Victoria expected range -20% to 20%
- Council target band of 0% to 10%
- The underlying surplus will reduce throughout the financial year as expenditure is incurred

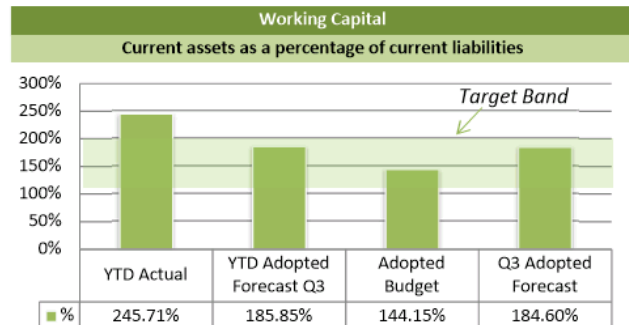
The surplus has been adjusted to reflect the true operating result by removing items that do not fund Council operations. Capital income including non-recurrent grants, contributions and other capital income is used to fund the capital works program, while contributed assets and the net loss on disposal of assets are non-cash items.

Financial Obligations



- Local Government Victoria expected range 0% to 70%
- Council 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

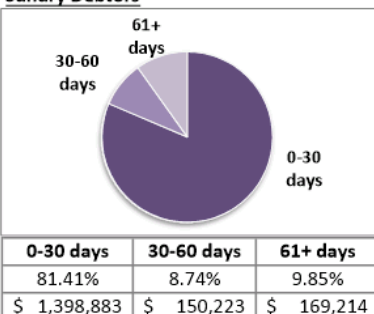
Financial Health



- Local Government Victoria expected range 100% to 400%
- Council target band of 120% to 200%
- VAGO indicate any level of liquidity higher than 100% is considered low risk
- YTD Actual and YTD Adopted Budget are high due to rate revenue being raised in July. Receivables will reduce throughout the financial year as rates instalments fall due

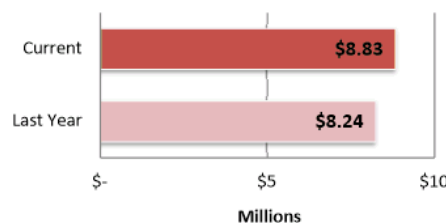
Other Financial Performance

Sundry Debtors



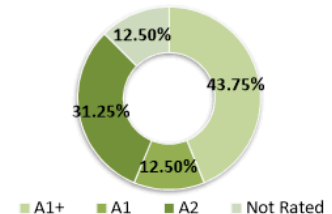
Rates Debtors

Fourth instalment due 31 May 2020



Investments

\$32m with average interest rate 1.31%
\$751k interest income to date



Operating Performance
MAY 2020

Income	YTD Adopted Forecast Q3 vs YTD Actual (Fav)/Unfav		Adopted Forecast Q3 vs Projected Full Year (Fav)/Unfav	
Rates and Charges	Steady	\$0.01m	Steady	(\$0m)
Statutory Fees	Favourable	(\$0.33m)	Steady	(\$0.11m)
User Charges	Steady	(\$0.87m)	Steady	(\$0.65m)
Grants	Favourable	(\$7.03m)	Favourable	(\$7.4m)
Contributions	Steady	(\$0.07m)	Steady	\$0.07m
Other Revenue	Steady	(\$0.05m)	Steady	(\$0.04m)
Total Income	Steady	(\$8.34m)	Steady	(\$8.13m)
Expense				
Employee Costs	Steady	\$0.11m	Steady	(\$0.41m)
Materials and Services	Unfavourable	\$1.21m	Unfavourable	\$1.04m
Bad and Doubtful Debts	Steady	(\$0m)	Steady	(\$0.02m)
Depreciation and Amortisation	Steady	\$0.04m	Steady	\$0m
Borrowing Costs	Steady	(\$0.08m)	Steady	\$0m
Other Expenses	Steady	\$0.05m	Steady	(\$0.02m)
Total Expense	Steady	\$1.32m	Steady	\$0.61m

Notes:

- Statutory Fees is \$335k more than YTD Adopted Forecast Q3. This favourable variance is mostly due to swimming pool registrations and animal registrations. Please see Income Statement for more detail.

- Operating Grants is \$7.03m more than YTD Adopted Forecast Q3 and Projected Full Year is \$7.39m more than Adopted Forecast Q3. These favourable variances are mostly due to the early receipt of 50% of the 2020/2021 Federal Financial Assistance Grant funding. These favourable variances are also due to additional grant funding for early childhood education and aged services. Please see Income Statement for more detail.

- Materials and Services is \$1.21m more than YTD Adopted Forecast Q3 and Projected Full Year is \$1.04m more than Adopted Forecast Q3. These unfavourable variances are mostly due to additional costs incurred for Cosgrove Landfill, aged services, parks services, kerbside waste collection and street lighting installation. Please see Income Statement for more detail.

Capital Works Performance MAY 2020

ADOPTED BUDGET	ADOPTED FORECAST Q3	PROJECTED FULL YEAR	YTD ACTUAL
\$73.68m	\$70.58m	\$68.43m	\$60.18m

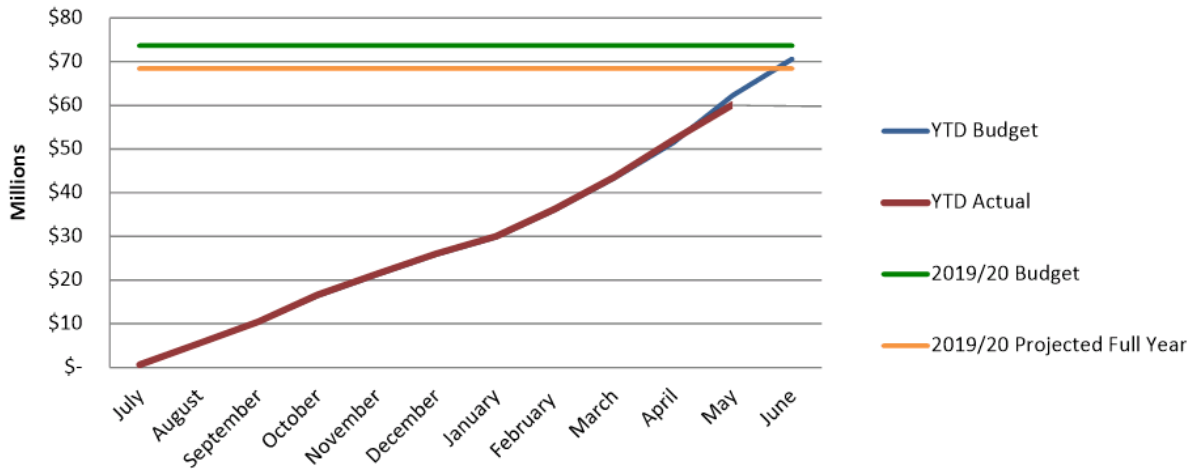
PROGRESS

*81.69% of Adopted Budget spent

*87.95% of current full year projection spent

* Same time last year: \$28.09m (60.6%) of the 2018/2019 Adopted Budget had been spent

CAPITAL WORKS BUDGET VS. ACTUAL

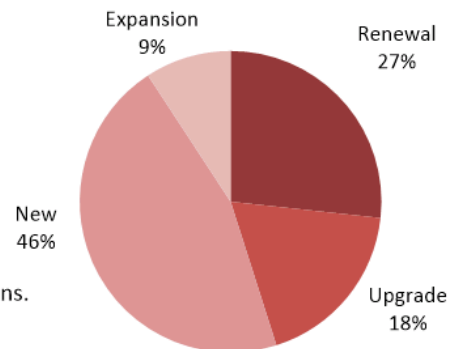


RENEWAL

Asset Renewal	
Asset renewal as a percentage of depreciation	
ADOPTED BUDGET	PROJECTED FULL YEAR
69.10%	69.99%

- 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 May 2020

	YEAR TO DATE					FULL YEAR					Notes
	2019/2020 YTD Adopted Budget	2019/2020 YTD Adopted Forecast Q3	2019/2020 YTD Actual	YTD Adopted Budget Variance (Fav)/Unfav	YTD Adopted Forecast Q3 Variance (Fav)/Unfav	2019/2020 Adopted Budget	2019/2020 Adopted Forecast Q3	2019/2020 Projected Full Year	Adopted Budget Variance (Fav)/Unfav	Adopted Forecast Q3 Variance (Fav)/Unfav	
	\$	\$	\$	%	%	\$	\$	\$	%	%	
Revenues from Operating Activities											
Rates and Charges	80,590	80,411	80,397	0.2%	0.0%	80,636	80,467	80,471	0.2%	(0.0%)	1
Statutory Fees	2,941	2,753	3,087	(5.0%)	(12.2%)	3,200	3,389	3,502	(9.4%)	(3.3%)	2
User Charges	16,612	14,895	15,761	5.1%	(5.8%)	18,469	16,068	16,717	9.5%	(4.0%)	3
Operating Grants	16,507	16,670	23,700	(43.6%)	(42.2%)	17,388	17,554	24,952	(43.5%)	(42.1%)	
Operating Contributions	774	701	774	(0.0%)	(10.4%)	1,049	1,024	955	9.0%	6.7%	
Other	1,908	2,135	2,188	(14.6%)	(2.5%)	2,069	2,246	2,282	(10.3%)	(1.6%)	
Total Operating Revenue	119,332	117,565	125,907	(5.5%)	(7.1%)	122,811	120,748	128,880	(4.9%)	(6.7%)	
Expenses from Operating Activities											
Employee Costs	46,104	45,651	45,760	(0.7%)	0.2%	50,498	50,026	49,619	(1.7%)	(0.8%)	4/5/6
Materials and Services	41,530	40,700	41,905	0.9%	3.0%	47,020	48,910	49,945	6.2%	2.1%	
Bad & Doubtful Debts	42	60	60	41.4%	(0.8%)	216	106	86	(60.4%)	(19.0%)	
Depreciation	26,314	24,735	24,772	(5.9%)	0.2%	28,505	28,615	28,615	0.4%	0.0%	
Amortisation - Leases	0	333	339	100.0%	1.9%	0	247	247	100.0%	0.0%	
Borrowing Costs	589	641	556	(5.5%)	(13.1%)	995	995	995	0.0%	0.0%	
Finance Costs - Leases	0	33	33	100.0%	(0.3%)	0	14	35	100.0%	150.0%	
Other Expenses	658	551	598	(9.1%)	8.6%	757	680	659	(13.0%)	(3.2%)	
Total Operating Expenses	115,238	112,703	114,024	(1.1%)	1.2%	127,991	129,592	130,199	1.7%	0.5%	
UNDERLYING OPERATING RESULT	4,095	4,862	11,884	(190.2%)	(144.4%)	(5,179)	(8,845)	(1,319)	74.5%	85.1%	
Non-operating Income and Expenditure											
Capital Grants	20,578	16,394	12,389	39.8%	24.4%	20,707	24,082	17,463	15.7%	27.5%	7
Capital Contributions	149	994	2,116	(1,320.3%)	(112.9%)	3,541	4,103	2,106	40.5%	48.7%	8
Contributed Assets	6,000	9,377	9,377	(56.3%)	(0.0%)	6,412	10,137	10,137	(58.1%)	0.0%	9
Proceeds from Sale of Assets	401	401	452	(12.7%)	(12.7%)	401	401	460	(14.7%)	(14.7%)	
Written Down Value of Asset Disposals	0	(705)	(896)	100.0%	(27.2%)	(556)	(1,189)	(1,381)	(148.3%)	(16.1%)	
Other Revenue	0	120	135	(100.0%)	(12.5%)	0	120	120	(100.0%)	0.0%	
Total Non Operating Items	27,128	26,582	23,573	13.1%	11.3%	30,506	37,654	28,906	5.2%	23.2%	
ACCOUNTING SURPLUS/(DEFICIT)	31,222	31,444	35,457	(13.6%)	(12.8%)	25,326	28,809	27,586	(8.9%)	4.2%	

Notes to the Income Statement for period ended May 2020

- 1) Statutory Fees is \$335k more than YTD Adopted Forecast Q3. This favourable variance is mostly due to the timing of swimming pool registrations \$135k and higher than anticipated animal registrations \$126k.
- 2) User Charges Projected Full Year is \$1.75m less than 2019/2020 Adopted Budget. This unfavourable variance is mostly due to the temporary closure of some council services including Aquamoves \$851k, Riverlinks \$274k, KidsTown \$132k, Animal Shelter \$115k, Victoria Park Lake Caravan Park \$50k, and Sports Stadium \$43k as a result of the COVID-19 pandemic. These unfavourable variances are also impacted by the Federal Government's decision to make early childhood education free for essential workers during this pandemic \$778k.
- 3) Operating Grants is \$7.03m more than YTD Adopted Forecast Q3. Projected Full Year is \$7.39m more than Adopted Forecast Q3 and \$7.56m than 2019/2020 Adopted Budget. These favourable variances are mostly due to the early receipt of 50 per cent of the 2020/2021 Federal Financial Assistance Grant funding \$6.66m. These favourable variances are also due to additional grant funding for Early Childhood Education \$446k and Aged Services \$258k.
- 4) Materials and Services is \$1.21m more than YTD Adopted Forecast Q3 and Projected Full Year is \$1.04m more than Adopted Forecast Q3. These unfavourable variances are mostly due to additional costs incurred in the transition from Cosgrove 2 landfill to Cosgrove 3 landfill and remediation works at Cosgrove 2 landfill \$520k. This unfavourable variance is also impacted by increased demand for aged services including meals on wheels and home support \$390k, increased water costs for Parks Services \$263k, additional kerbside waste collection costs \$112k, and the timing of payments to Powercor for relocation works on Wyndham Street \$105k.
- 5a) Materials and Services Projected Full Year is also \$2.93m more than 2019/2020 Adopted Budget. This unfavourable variance is mostly due to the movement of projects on non-Council assets from Capital to Operating including Victoria Park Lake intersection \$390k, Ferrari Park-Midland Highway service road \$142k and Archer Street/Benalla Road Landscaping \$67k.
- 5b) This unfavourable variance is also impacted by new expenditure added as part of the Q1 and Q2 Adopted Forecasts including additional expense for the BMX events \$211k, additional external labour to cover staff vacancies in the Building area \$180k, Victoria Park Lake Caravan Park Demolition works \$112k, underground powerline works \$105k, and detailed design relating to the Shepparton Sports and Events Centre \$70k. The write off of previous year capital works that were not expended on Council owned assets \$1.12m also impacts this variance.
- 6a) The unfavourable variance in Materials and Services between Projected Full Year and 2019/2020 Adopted Budget is partially offset by various savings from across the organisation identified in February 2020 in preparation for the Q3 Forecast Review, but prior to the COVID-19 emergency, including Waste Operations \$828k, Information and Communications Technology \$412k, Works \$216k, Parking Enforcement \$203k, Business and Industry Development \$122k, Community Strengthening \$122k, Animal Management \$116k, and Early Childhood Education \$113k. Sports, Recreation and Open space was also reduced due to the movement between capital and operating for the Our Sporting Future Funds program \$106k.
- 6b) This favourable impact was also contributed to by the COVID-19 pandemic. Council has temporarily closed several services seeing savings in Riverlinks \$297k, Aquamoves \$159k, Rates and valuations \$105k, and KidsTown \$71k. Events have also been postponed or cancelled as a result of the COVID-19 pandemic including the Shepparton Winter Festival and Fun Zone \$36k, Challenge Shepparton \$35k, Converge Festival \$34k, Sports Decentralisation events \$19k and Goulburn Vibes \$15k.
- 6c) These savings are partially offset by additional building maintenance \$218k, Aerodrome economic business analysis \$31k and the introduction of the COVID-19 Business Grants Program \$170k. Some of the postponed and cancelled events have been rebudgeted into the 2020/2021 financial year.
- 7) Capital Grants is \$4.01m less than YTD Adopted Forecast Q3 and Projected Full Year is \$6.62m less than Adopted Forecast Q3. These unfavourable variances are mostly due to the rebudget of SAM grant funding into 2020/2021 \$5m and the timing of grant funding for Balaclava/Verney/Dookie intersection \$863k, Public Wifi project \$480k and Dookie Rail Trail - Stage 2 \$258k. Projected Full Year is also \$3.24m less than 2019/2020 Adopted Budget. This unfavourable variance is also due to the previously mentioned unfavourable variances but is partially offset by additional grant funding for the Shepparton Alternate Route Scheme \$1.25m and grant funding for E-Waste sheds at the Shepparton and Ardmona Resource Recovery Centres moving from operating to capital \$100k. This unfavourable variance is also impacted by reductions in grant income caused by the early receipt of funds in the 2018/2019 financial year for Aquamoves 50m pool heating \$225k, Youth SPOTS \$225k and Princess Park master plan implementation \$225k.
- 8) Capital Contributions is \$1.12m more than YTD Adopted Forecast Q3. This favourable variance is mostly due to the timing of contributions for SAM \$600k and additional contributions for Balaclava/Verney/Dookie Intersection \$432k. Projected Full Year is \$1.98m less than Adopted Forecast Q3 and \$1.43m less than 2019/2020 Adopted Budget. These unfavourable variances are mostly due to the rebudgeting of contributions for the Shepparton Art Museum \$2.5m into the 2020/2021 financial year.
- 9) Contributed Assets Projected Full Year is \$3.72 more than 2019/2020 Adopted Budget. This favourable variance is due to additional contributed assets from completed developments not in the original budget such as Doyles Road Service Road \$917k and Shepparton Industrial Park \$804k.

Greater Shepparton City Council

Balance Sheet

as at May 2020

	Total Actual June 2019 \$ ' 000	Adopted Budget June 2020 \$ ' 000	Adopted Forecast Q3 June 2020 \$ ' 000	YTD Adopted Budget 2020 \$ ' 000	YTD Adopted Forecast Q3 2020 \$ ' 000	YTD Actual 2020 \$ ' 000	Total Actual June 2019 Variance (Fav)/Unfav %	Adopted Forecast Q3 Variance (Fav)/Unfav %	Notes
Current Assets									
Cash and Cash Equivalent	32,742	6,671	5,705	3,519	15,769	39,387	(20.3%)	(149.8%)	
Receivables	7,721	11,776	7,721	13,364	20,437	12,667	(64.1%)	38.0%	
Other Financial Assets	32,000	10,880	35,745	37,000	22,000	14,000	56.3%	36.4%	
Inventories	107	120	107	322	217	237	(122.4%)	(9.3%)	
Assets Held for Resale	55	248	55	55	-	-	100.0%	0.0%	
Other Assets	1,698	1,375	1,698	698	348	248	85.4%	28.8%	
Total Current Assets	74,323	31,070	51,031	54,959	58,771	66,539	10.5%	(13.2%)	
Non Current Assets									
Investment in Associates	1,393	1,457	1,393	1,457	1,393	1,393	0.0%	0.0%	
Infrastructure	1,056,129	1,116,961	1,106,800	1,101,644	1,107,257	1,098,959	(4.1%)	0.7%	
Right Of Use Asset	-	-	337	-	966	965	(100.0%)	0.1%	1
Total Non Current Assets	1,057,522	1,118,418	1,108,530	1,103,101	1,109,616	1,101,316	(4.1%)	0.7%	
Total Assets	1,131,845	1,149,488	1,159,561	1,158,060	1,168,387	1,167,856	(3.2%)	0.0%	
Current Liabilities									
Trade & Other Payables	13,735	8,055	13,479	11,317	18,600	14,625	6.5%	(21.4%)	
Trust Funds	2,548	2,836	2,804	950	2,896	2,316	(9.1%)	(20.0%)	
Provisions	9,761	9,221	9,761	9,663	9,780	9,780	0.2%	(0.0%)	
Interest Bearing Liabilities	1,430	1,441	1,430	314	319	319	(77.7%)	(0.0%)	
Lease Liability	-	-	171	-	28	41	100.0%	45.1%	2
Total Current Liabilities	27,475	21,553	27,645	22,244	31,623	27,080	(1.4%)	(14.4%)	
Non Current Liabilities									
Provisions	8,573	7,108	8,573	8,573	8,573	8,573	0.0%	(0.0%)	
Interest Bearing Liabilities	15,640	14,266	14,211	15,642	15,640	15,640	0.0%	(0.0%)	
Lease Liability	-	-	167	-	949	949	100.0%	0.0%	2
Total Non Current Liabilities	24,213	21,374	22,951	24,214	25,162	25,162	3.9%	(0.0%)	
Total Liabilities	51,688	42,927	50,595	46,459	56,786	52,243	1.1%	(8.0%)	
Net Assets	1,080,157	1,106,561	1,108,966	1,111,601	1,111,601	1,115,613	(3.3%)	(0.4%)	
Represented By									
Accumulated Surplus	417,271	443,674	446,080	448,715	448,715	452,727	(8.5%)	(0.9%)	
Reserves	662,886	662,886	662,886	662,886	662,886	662,886	0.0%	0.0%	
Total Equity	1,080,157	1,106,561	1,108,966	1,111,601	1,111,601	1,115,613	(3.3%)	(0.4%)	

Notes to the Balance Sheet as at May 2020

1) Right Of Use Asset is \$965k more than 2019/2020 Adopted Budget. This favourable variance is due to the right of use assets recorded for all leases in accordance with AASB16.

2) Lease Liability is, Current \$41k and Non-Current \$949k, more than 2019/2020 Adopted Budget. This unfavourable variance is due to the lease liability recorded for all leases in accordance with AASB16.

Greater Shepparton City Council

Cash Flow Statement
as at May 2020

	2019/2020 Adopted Budget \$ ' 000	2019/2020 Adopted Forecast Q3 \$ ' 000	2019/2020 YTD Adopted Budget \$ ' 000	2019/2020 YTD Adopted Forecast Q3 \$ ' 000	2019/2020 YTD Actual \$ ' 000	Adopted Budget Variance (Fav)/Unfav %	Adopted Forecast Q3 Variance (Fav)/Unfav %
Cash flows from operating activities							
Receipts from customers	101,393	101,515	92,347	85,786	96,726	(4.7%)	(12.8%)
Payments to suppliers	(101,260)	(99,722)	(88,160)	(79,440)	(87,126)	(1.2%)	9.7%
Net cash inflow(outflow) from customers(suppliers)	133	1,793	4,186	6,345	9,600	129.3%	51.3%
Interest received	750	775	750	797	787	(4.9%)	1.3%
Government receipts	37,309	41,636	37,084	33,064	36,089	2.7%	(9.1%)
Contributions	4,591	5,127	6,699	10,848	2,857	57.4%	73.7%
Net cash inflow(outflow) from operating activities	42,783	49,330	48,720	51,055	49,333	1.3%	(3.4%)
Cash flows from investing activities							
Net movement in other financial assets	2,720	(3,745)	(5,000)	10,000	18,000	460.0%	580.6%
Infrastructure, property, plant & equipment - proceeds	401	401	401	401	452	(12.7%)	(12.7%)
Infrastructure, property, plant & equipment - payments	(73,676)	(70,584)	(71,639)	(76,655)	(59,404)	(17.1%)	(22.5%)
Net cash inflow(outflow) from investing activities	(70,555)	(73,929)	(76,238)	(66,254)	(40,952)	46.3%	38.2%
Cash flows from financing activities							
Finance Cost	(995)	(1,009)	(589)	(641)	(615)	4.5%	(3.9%)
Repayment of interest-bearing loans and borrowings	(1,361)	(1,430)	(1,116)	(1,111)	(1,111)	(0.4%)	0.0%
Interest Paid - Lease Liability	-	-	-	(33)	(33)	100.0%	0.3%
Repayment of Lease Liability	-	-	-	12	25	(100.0%)	(114.9%)
Net cash inflow(outflow) from financing activities	(2,356)	(2,439)	(1,705)	(1,773)	(1,735)	1.8%	(2.2%)
Net increase(decrease) in cash and equivalents	(30,128)	(27,037)	(29,223)	(16,972)	6,646	(122.7%)	(139.2%)
Cash and equivalents at the beginning of the year	36,799	32,742	32,742	32,742	32,742	0.0%	0.0%
Cash and equivalents at the end of the year	6,671	5,705	3,519	15,769	39,387	(1019.4%)	(149.8%)

Greater Shepparton City Council
Capital Works Statement
 period ended May 2020

Capital Works Area	2019/2020 YTD Adopted Budget	2019/2020 YTD Adopted Forecast Q3	2019/2020 YTD Actual	YTD Adopted Budget Variance (Fav)/Unfav %	YTD Adopted Forecast Q3 Variance (Fav)/Unfav %	2019/2020 Adopted Budget	2019/2020 Adopted Forecast Q3	2019/2020 Projected Full Year	Adopted Budget Variance (Fav)/Unfav %	Adopted Forecast Q3 Variance (Fav)/Unfav %	Note
	\$ ' 000	\$ ' 000	\$ ' 000			\$ ' 000	\$ ' 000	\$ ' 000			
Aerodrome	369	3	3	(99%)	0%	369	3	3	(99%)	0%	1
Bridges	1,062	1,033	1,001	(6%)	(3%)	1,062	1,139	1,139	7%	0%	
Buildings	30,544	30,186	28,332	(7%)	(6%)	30,802	31,146	30,709	(0%)	(1%)	2
Computer & Telecommunications	1,805	964	1,214	(33%)	26%	2,208	1,797	1,548	(30%)	(14%)	3
Drainage	3,159	1,537	1,323	(58%)	(14%)	3,213	2,908	2,239	(30%)	(23%)	4
Fixture Fittings and Furniture	342	216	222	(35%)	3%	406	277	235	(42%)	(15%)	5
Footpaths & Cycleways	2,656	991	677	(75%)	(32%)	3,142	1,916	1,777	(43%)	(7%)	6
Land	0	157	587	100%	274%	0	180	587	100%	226%	7
Land Improvements	349	286	184	(47%)	(36%)	406	362	307	(24%)	(15%)	8
Off Street Car Parks	415	304	223	(46%)	(27%)	415	415	278	(33%)	(33%)	9
Parks, Open Space & Streetscape	1,170	1,732	1,723	47%	(1%)	1,362	1,908	1,992	46%	4%	10
Plant Machinery & Equipment	2,294	2,402	2,467	8%	3%	2,311	2,949	2,949	28%	0%	11
Recreational Leisure and Community Facilities	4,416	2,594	2,494	(44%)	(4%)	4,806	4,447	3,596	(25%)	(19%)	12
Roads	20,850	17,973	17,814	(15%)	(1%)	21,105	18,596	18,687	(11%)	0%	13
Waste Management	500	683	682	36%	(0%)	500	972	811	62%	(16%)	14
Other infrastructure	385	203	198	(49%)	(3%)	470	470	470	(0%)	(0%)	
Project Management Office	995	1,030	1,040	5%	1%	1,100	1,100	1,100	0%	0%	
Total Capital Works	71,310	62,294	60,183	(16%)	(3%)	73,676	70,584	68,427	(7%)	(3%)	

Capital Works Area	2019/2020 YTD Adopted Budget	2019/2020 YTD Adopted Forecast Q3	2019/2020 YTD Actual	YTD Adopted Budget Variance (Fav)/Unfav %	YTD Adopted Forecast Q3 Variance (Fav)/Unfav %	2019/2020 Adopted Budget	2019/2020 Adopted Forecast Q3	2019/2020 Projected Full Year	Adopted Budget Variance (Fav)/Unfav %	Adopted Forecast Q3 Variance (Fav)/Unfav %	Note
	\$ ' 000	\$ ' 000	\$ ' 000			\$ ' 000	\$ ' 000	\$ ' 000			
Renewal	18,779	17,781	17,557	(7%)	(1%)	19,387	20,117	19,687	2%	(2%)	
Upgrade	12,970	9,264	9,049	(30%)	(2%)	13,348	10,980	10,075	(25%)	(8%)	
New	32,481	30,141	28,873	(11%)	(4%)	33,133	33,039	31,955	(4%)	(3%)	
Expansion	6,086	4,079	3,664	(40%)	(10%)	6,708	5,349	5,610	(16%)	5%	
Project Management Office	995	1,030	1,040	5%	1%	1,100	1,100	1,100	0%	0%	
Total Capital Works	71,310	62,294	60,183	(16%)	(3%)	73,676	70,584	68,427	(7%)	(3%)	

Notes to the Capital Works Statement for period ended May 2020

- 1) Aerodrome Projected Full Year is \$366k less than 2019/2020 Adopted Budget. This favourable variance is due to Shepparton Aerodrome Plane Parking CASA Compliance works rebudgeted into the 2020/2021 capital works program.
- 2) Buildings is \$1.85m less than YTD Adopted Forecast Q3. This favourable variance is mostly due to the timing of works for the new SAM \$1.50m and Tatura Library Redevelopment \$259k.
- 3) Computer and Telecommunications is \$250k more than YTD Adopted Forecast Q3. This unfavourable variance is due to the timing of works on the public wifi project \$250k. Projected Full Year is \$660k less than 2019/2020 Adopted Budget. This favourable variance is due to part of the Public Wifi Project \$350k being rebudgeted into the 2020/2021 capital works program.
- 4) Drainage Projected Full Year is \$214k less than Adopted forecast Q3. Projected Full Year is \$699k less than Adopted Forecast Q3 and \$974k less than 2019/2020 Adopted Budget. These favourable variances are mostly due to the rebudget of North Growth Corridor drainage and landscaping works \$880k and Katandra West Basin works \$231k into the 2020/2021 capital works program. These favourable variances are partially offset by the acquisition of land to allow for the extension of the Zurcas Lane Basin \$360k.
- 5) Fixture, Fittings and Furniture Projected Full Year is \$170k less than 2019/2020 Adopted Budget. This favourable variance is mostly due to the rebudget of the Riverlinks sound system upgrade \$237k into the 2020/2021 capital works program.
- 6) Footpaths and Cycleways is \$314k less than YTD Adopted Forecast Q3 and Projected Full Year is \$139k less than Adopted Forecast Q3. These favourable variances are mostly due to the timing of works on the Dookie Rail Trail - Stage 2 \$177k and Midland Highway Recreational Path \$50k. Projected Full Year is also \$1.36m less than 2019/2020 Adopted Budget. This favourable variance is mostly due to the rebudget of the shared path extension route 3 and route 5 \$1.26m into the 2020/2021 capital works program.
- 7) Land is \$430k more than YTD Adopted Forecast Q3 and Projected Full Year is \$407k more than Adopted Forecast Q3. These unfavourable variances are due to the acquisition of land on Raftery Road \$423k. Projected Full Year is also \$587k more than 2019/2020 Adopted Budget. This unfavourable variance is also impacted by the compulsory acquisition of land for the Yakka Basin.
- 8) Land Improvements is \$102k less than YTD Adopted Forecast Q3. This favourable variance is mostly due to the timing of works for the Safer City Camera Network project \$100k commenced in 2019/2020 but expected to be completed in 202/2021.
- 9) Off Street Car Parks Projected Full Year is \$137k less than Adopted Forecast Q3 and 2019/2020 Adopted Budget. These favourable variances are mostly due to the timing of works for the Tom Collins Drive Landscaping, Parking and Revegetation project \$137k. These works have commenced in 2019/2020 and are expected to be completed in 2020/2021.
- 10) Parks, Open Space and Streetscapes Projected Full Year is \$630k more than 2019/2020 Adopted Budget. This unfavourable variance is mostly due to Kiaila Park Recreation works budgeted for in 2018/2019 and completed in 2019/2020 \$500k.
- 11) Plant Machinery and Equipment Projected Full Year is \$638k more than 2019/2020 Adopted Budget. This unfavourable variance is mostly due to additional grader and truck renewals.
- 12) Recreational Leisure and Community Facilities Projected Full Year is \$851k less than Adopted Forecast Q3 and \$1.21m less than 2019/2020 Adopted Budget. These favourable variances are due to the timing of projects that commenced in 2019/2020 but wont be completed until 2020/2021 including Aquamoves 50m pool heating (partially rebudgeted into 2020/2021) \$696k, Sports Precinct Storage Compound \$160k, Vibert Reserve Lighting and Security Fencing \$159k and Sports Precinct Recirculation Pump \$117k. These favourable variances are also impacted by the rebudget of Aquamoves 25m pool tile renewal \$236k into the 2020/2021 capital works program.
- 13) Roads Projected Full Year is \$2.41m less than 2019/2020 Adopted Budget. This favourable variance is mostly due to Maude Street Upgrade works \$1.85m being rebudgeted into the 2020/2021 capital works program. This favourable variance is also impacted by the movement of projects on non-Council assets from capital to operating including Victoria Park Lake Intersection \$550k, Hawkins/GV Highway Intersection design \$435k, and Ferrari Park/Midland Highway service road \$100k.
- 14) Waste Management Projected Forecast is \$311k more than 2019/2020 Adopted Budget. This unfavourable variance is mostly due to Cosgrove 2 and 3 works budgeted for in 2018/2019 and completed in 2019/2020.