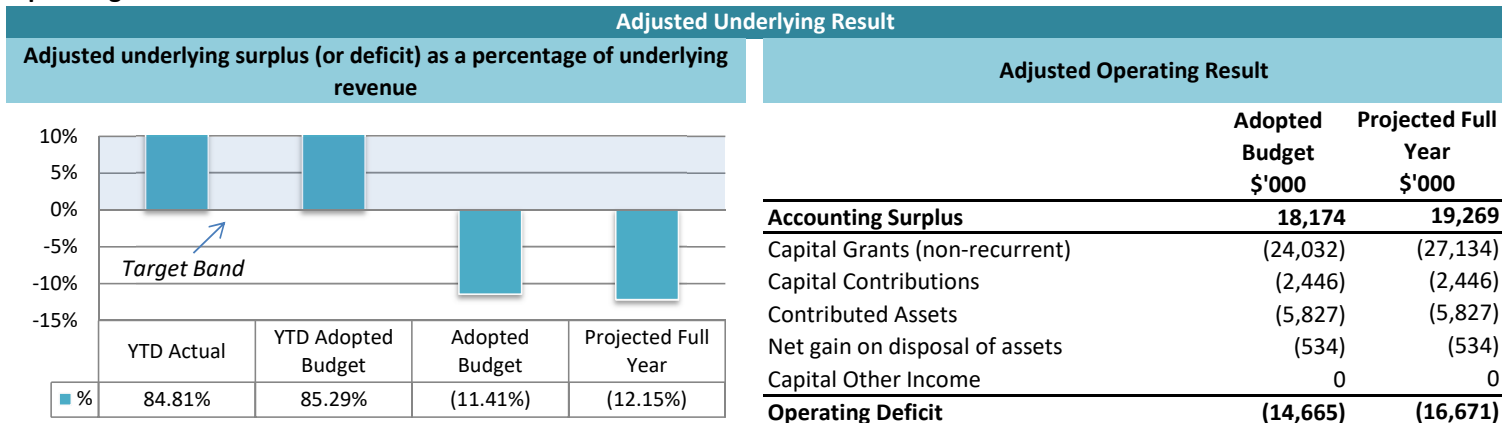


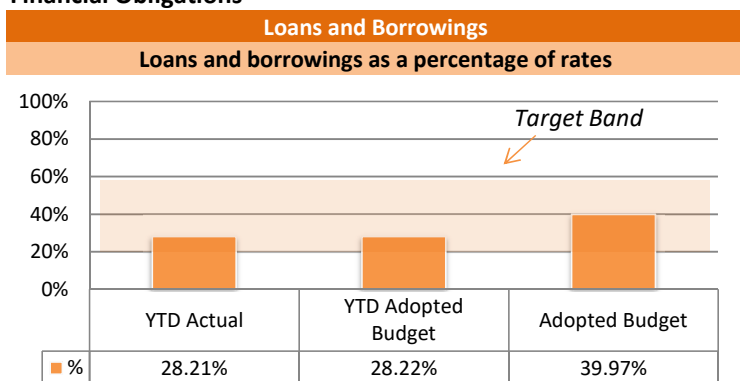
MONTHLY FINANCIAL REPORT JULY 2021

Operating Performance

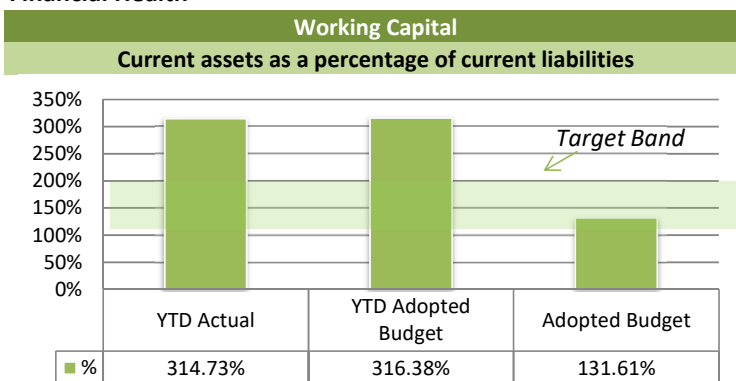


- The surplus has been adjusted to reflect the true operating result by removing items that do not fund Council operations. Capital income including non-recurrent grants, contributions and other capital income is used to fund the capital works program, while contributed assets and the net loss on disposal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

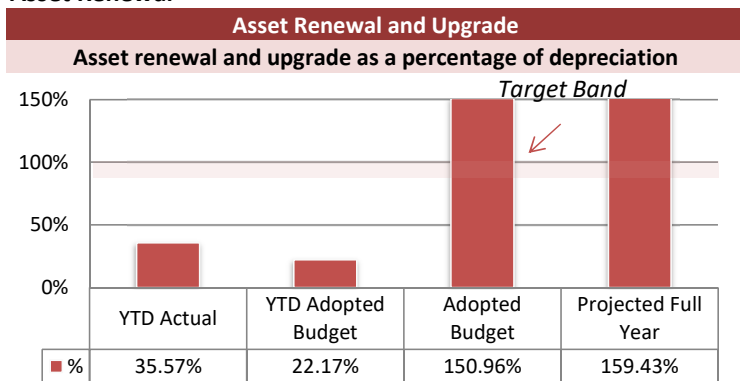
Financial Obligations



Financial Health



Asset Renewal

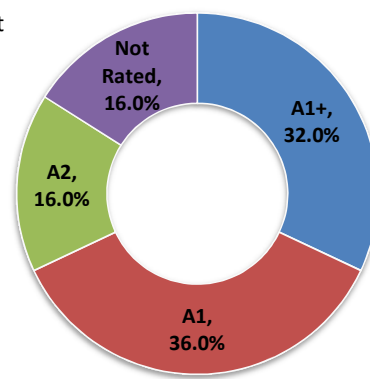


Investments

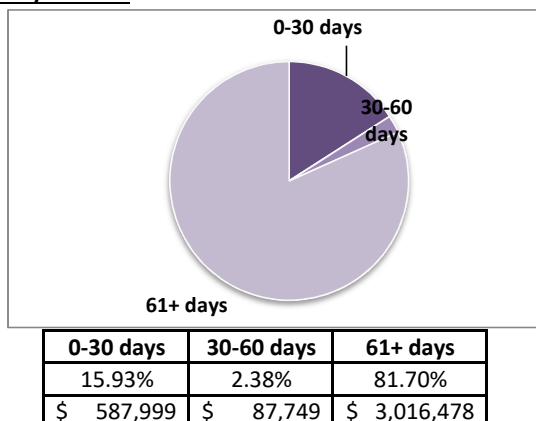
Currently have \$25m invested at an average interest rate of 0.38%. \$4m is invested in Green Term Deposits. \$4k interest income received.

Credit ratings indicate the capacity of the obligor to meet its financial commitment:

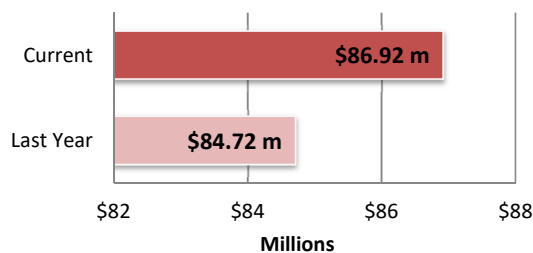
- A1+ Extremely Strong
- A1 Strong
- A2 Satisfactory
- Non-Rated GMCU



Sundry Debtors



Rates Debtors



- 2021/2022 Rates raised in July
- Rates notices to hit letter boxes in August
- Total 33,471 Rate assessments
- 201 payment arrangements, down 50 from June

Greater Shepparton City Council

Operating Statement for period ended July 2021

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

	YEAR TO DATE			FULL YEAR		
	2021/2022 YTD Adopted Budget \$	2021/2022 YTD Actual \$	YTD Adopted Budget Variance (Fav)/Unfav %	2021/2022 Adopted Budget \$	2021/2022 Projected Full Year \$	Adopted Budget Variance (Fav)/Unfav %
Revenues from Operating Activities						
Rates and Charges	84,310	84,346	(0.0%)	85,004	85,040	(0.0%)
Statutory Fees	222	355	(59.4%)	3,685	3,685	0.0%
User Charges	1,262	1,279	(1.3%)	19,304	19,042	1.4%
Operating Grants*	7,878	7,904	(0.3%)	23,323	23,528	(0.9%)
Operating Contributions	40	40	0.0%	663	663	0.0%
Other	96	148	(53.8%)	1,057	1,194	(12.9%)
Total Operating Revenue	93,808	94,071	(0.3%)	133,037	133,153	(0.1%)
Expenses from Operating Activities						
Employee Costs*	4,544	4,674	2.9%	53,191	53,370	0.3%
Materials and Services*	4,781	5,084	6.3%	48,281	48,871	1.2%
Bad & Doubtful Debts	0	0	0.0%	302	302	0.0%
Depreciation	2,811	2,803	(0.3%)	36,399	36,399	0.0%
Amortisation	23	23	1.5%	764	764	0.0%
Borrowing Costs	0	(9)	(100.0%)	990	990	0.0%
Finance Costs - Leases	2	2	(11.9%)	18	18	0.0%
Other Expenses	75	75	0.5%	726	727	0.1%
Total Operating Expenses	12,235	12,652	3.4%	140,672	141,441	0.5%
ADJUSTED OPERATING RESULT	81,573	81,420	0.2%	(7,635)	(8,289)	(8.6%)

*Non-Recurrent items including Working for Victoria and works on non-council assets have been excluded from Operating Grants, Employee Costs and Materials and Services. These are listed below.

Other Income is projecting to be \$137k (12.9%) more than 2021/2022 Adopted Budget. This favourable variance is mostly due to income from GV Health for the use of the McInstosh centre for the COVID-19 vaccine hub (\$100k).

Federal Financial Assistance Grants - 50% of the 2021/2022 (\$6.99m) was received in May 2021. This has been added back in against Operating Grants

Projects excluded from the Operating Statement

- Benalla Road Upgrade - Florence Street Slip Lane \$1.26m
- Wyndham Street/Hasset Street Underground Powerline works \$550k, fully funded by grant income.
- V/Line Rail Associated Works \$500k, fully funded by grant income.
- Stadium/Munarra utilities upgrade \$362k
- Museum of Vehicular Evolution (MOVE) final contribution \$275k
- Office Handset Renewal \$250k
- Shepparton Levee Management \$150k, forecast reduced to \$0
- Outdoor Dining Funding \$42k, fully funded by grant income
- Victoria Park Lake Intersection \$25k
- Murchison Recreation Reserve Clubrooms \$20k
- Mooroopna War Memorial Stage 2 - GV Water main replacement \$9k
- Working for Victoria \$38k, fully funded by grant income

Greater Shepparton City Council

Capital Summary

period ended July 2021

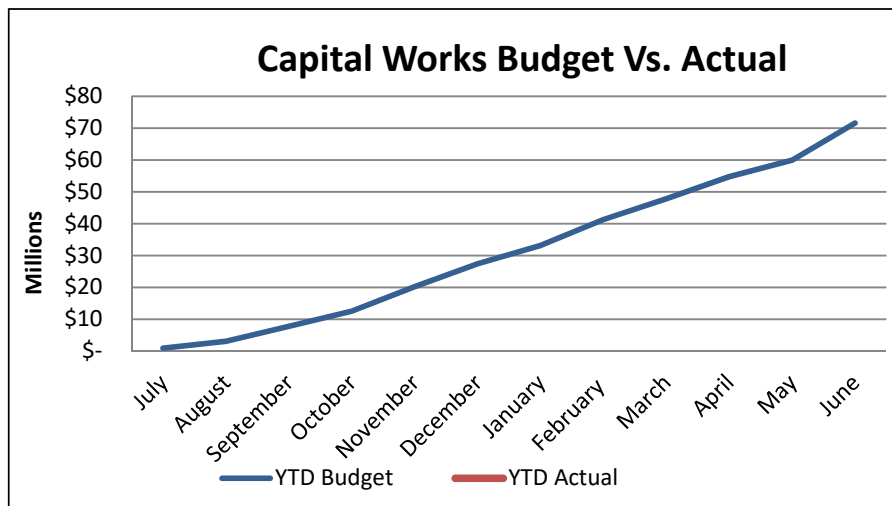
	YEAR TO DATE			FULL YEAR		
	2021/2022 YTD Adopted Budget \$	2021/2022 YTD Actual \$	YTD Adopted Budget Variance (Fav)/Unfav %	2021/2022 Adopted Budget \$	2021/2022 Projected Full Year \$	Adopted Budget Variance (Fav)/Unfav %
Capital Income						
Capital Grants	0	0	0.0%	26,066	27,826	(6.8%)
Capital Contributions	0	0	0.0%	2,446	2,446	0.0%
Proceeds from Sale of Assets	99	99	0.0%	1,107	1,107	0.0%
Total Capital Income	99	99	0.0%	29,618	31,379	(5.9%)
Capital Expenditure						
Renewal	258	619	(139.7%)	29,589	31,771	(7.4%)
Upgrade	365	378	(3.6%)	25,358	26,262	(3.6%)
New	197	223	(13.4%)	8,767	8,574	2.2%
Expansion	8	17	(105.0%)	6,415	6,695	(4.4%)
Total Capital Expenditure	829	1,238	(49.4%)	70,129	73,302	(4.5%)

**Capital expenditure totals exclude Project Management Office expenditure

Capital Grants is projecting to be \$1.76m (6.8%) more than 2021/2022 Adopted Budget. This favourable variance is mostly due to additional grant funding from the Local Roads and Community Infrastructure Program (\$2m) which is allocated to projects including Vibert Reserve pavilion redevelopment, Victoria Park Lake pedestrian lighting and Victoria Park Lake power upgrade.

Capital Expenditure is projected to be \$3.17m more than the 2021/2022 Adopted Budget. This unfavourable variance is mostly due to projects budgeted in 2020/2021 that will now be completed in 2021/2022, including:

- Maude Street upgrade
- Aerodrome plane parking and concrete helipad
- Tree bud lighting (outdoor dining funding)
- Stadium/Munarra wetland and drainage
- Karibok park retardation basin and recreational area



Capital Works Forecast as a % of Adopted Budget	
Projected Full Year	Council Plan Target
104.52%	90.00%

Greater Shepparton City Council

Income Statement

for period ended July 2021

	YEAR TO DATE			FULL YEAR			Notes
	2021/2022 YTD Adopted Budget	2021/2022 YTD Actual	YTD Adopted Budget Variance (Fav)/Unfav	2021/2022 Adopted Budget	2021/2022 Projected Full Year	Adopted Budget Variance (Fav)/Unfav	
	\$	\$	%	\$	\$	%	
Revenues from Operating Activities							
Rates and Charges	84,310	84,346	(0.0%)	85,004	85,040	(0.0%)	1
Statutory Fees	222	355	(59.4%)	3,685	3,685	0.0%	
User Charges	1,262	1,279	(1.3%)	19,304	19,042	1.4%	
Operating Grants	890	916	(3.0%)	17,385	17,791	(2.3%)	
Operating Contributions	40	40	0.0%	663	663	0.0%	
Other	96	148	(53.8%)	1,057	1,194	(12.9%)	
Total Operating Revenue	86,820	87,084	(0.3%)	127,100	127,415	(0.2%)	
Expenses from Operating Activities							
Employee Costs	4,544	4,688	3.2%	53,191	53,382	0.4%	
Materials and Services	5,317	5,648	6.2%	51,407	52,197	1.5%	
Bad & Doubtful Debts	0	0	0.0%	302	302	0.0%	
Depreciation	2,811	2,803	(0.3%)	36,399	36,399	0.0%	
Amortisation - Leases	23	23	1.5%	764	764	0.0%	
Borrowing Costs	0	(9)	(100.0%)	990	990	0.0%	
Finance Costs - Leases	2	2	(11.9%)	18	18	0.0%	
Other Expenses	75	75	0.5%	726	727	0.1%	
Total Operating Expenses	12,771	13,230	3.6%	143,798	144,778	0.7%	
UNDERLYING OPERATING RESULT	74,049	73,853	0.3%	(16,699)	(17,363)	(4.0%)	
Non-operating Income and Expenditure							
Capital Grants	0	0	0.0%	26,066	27,826	(6.8%)	2
Capital Contributions	0	0	0.0%	2,446	2,446	0.0%	
Contributed Assets	0	0	0.0%	5,827	5,827	0.0%	
Proceeds from Sale of Assets	99	99	0.0%	1,107	1,107	0.0%	
Written Down Value of Asset Disposals	0	0	0.0%	(573)	(573)	0.0%	
Total Non Operating Items	99	99	0.0%	34,872	36,633	(5.0%)	
ACCOUNTING SURPLUS/(DEFICIT)	74,148	73,952	0.3%	18,174	19,269	(6.0%)	

Notes to the Income Statement for period ended July 2021

1) Other Income is projecting to be \$137k (12.9%) more than 2021/2022 Adopted Budget. This favourable variance is mostly due to income from GV Health for the use of the McInstosh centre for the COVID-19 vaccine hub (\$100k).

2) Capital grants is projecting to be \$1.76m (6.8%) more than 2021/2022 Adopted Budget. This favourable variance is mostly due to additional grant funding from the Local Roads and Community Infrastructure Program (\$2m) which is allocated to projects including Vibert Reserve pavilion redevelopment, Victoria Park Lake pedestrian lighting and Victoria Park Lake power upgrade.

Greater Shepparton City Council

Balance Sheet

as at July 2021

	Total Actual June 2021 \$ ' 000	Adopted Budget June 2022 \$ ' 000	YTD Adopted Budget 2022 \$ ' 000	YTD Actual 2022 \$ ' 000	Total Actual June 2021 Variance (Fav)/Unfav \$ ' 000	Adopted Budget Variance (Fav)/Unfav %	Notes
Current Assets							
Cash and Cash Equivalent	42,985	19,135	27,023	26,486	38.4%	(38.4%)	
Receivables	17,338	12,480	100,373	100,373	(478.9%)	(704.3%)	
Other Financial Assets	8,000	-	16,000	16,000	(100.0%)	(100.0%)	
Inventories	156	88	191	191	(22.4%)	(117.3%)	
Assets Held for Resale	544	450	544	544	0.0%	(20.8%)	
Other Assets	1,579	1,258	80	80	94.9%	93.6%	
Total Current Assets	70,602	33,411	144,211	143,674	(103.5%)	(330.0%)	
Non Current Assets							
Investment in Associates	1,447	1,447	1,447	1,447	0.0%	0.0%	
Infrastructure	1,269,044	1,226,969	1,267,167	1,267,576	0.1%	(3.3%)	
Intangible Assets	28,996	30,355	28,996	28,996	0.0%	4.5%	
Right-of-use Assets	642	399	619	619	3.6%	(55.3%)	
Total Non Current Assets	1,300,129	1,259,170	1,298,229	1,298,638	0.1%	(3.1%)	
Total Assets	1,370,731	1,292,581	1,442,440	1,442,312	(5.2%)	(11.6%)	
Current Liabilities							
Trade & Other Payables	22,939	8,657	13,973	14,041	(38.8%)	62.2%	
Trust Funds	3,656	2,740	10,182	10,182	178.5%	271.6%	
Provisions	18,521	11,115	18,657	18,657	0.7%	67.9%	
Interest Bearing Liabilities	2,662	2,717	2,548	2,548	(4.3%)	(6.2%)	
Lease Liabilities	244	158	222	222	(9.1%)	40.5%	
Total Current Liabilities	48,021	25,387	45,582	45,650	(4.9%)	79.8%	
Non Current Liabilities							
Provisions	21,561	39,426	21,561	21,561	0.0%	(45.3%)	
Interest Bearing Liabilities	21,245	31,259	21,245	21,245	0.0%	(32.0%)	
Lease Liabilities	419	262	419	419	0.0%	60.3%	
Total Non Current Liabilities	43,226	70,947	43,226	43,226	0.0%	(39.1%)	
Total Liabilities	91,247	96,333	88,807	88,876	(2.6%)	(7.7%)	
Net Assets	1,279,484	1,196,247	1,353,632	1,353,436	94.2%	(13.1%)	
Represented By							
Accumulated Surplus	474,992	477,503	549,140	548,944	(15.6%)	(15.0%)	
Reserves	804,492	718,744	804,492	804,492	0.0%	(11.9%)	
Total Equity	1,279,484	1,196,247	1,353,632	1,353,436	94.2%	(13.1%)	

Greater Shepparton City Council
Cash Flow Statement
as at July 2021

	2021/2022 Adopted Budget \$ ' 000	2021/2022 YTD Adopted Budget \$ ' 000	2021/2022 YTD Actual \$ ' 000	Adopted Budget Variance (Fav)/Unfav %
Cash flows from operating activities				
Receipts from customers	108,780	9,192	8,371	8.9%
Payments to suppliers	(118,436)	(17,112)	(16,416)	(4.1%)
Net cash inflow(outflow) from customers(suppliers)	(9,656)	(7,920)	(8,045)	1.6%
Interest received	100	1	1	44.6%
Government receipts	43,383	890	916	(3.0%)
Contributions	3,109	40	40	0.0%
Net cash inflow(outflow) from operating activities	36,935	(6,989)	(7,088)	1.4%
Cash flows from investing activities				
Net movement in other financial assets	33,704	(8,000)	(8,000)	0.0%
Infrastructure, property, plant & equipment - proceeds	1,107	99	99	0.0%
Infrastructure, property, plant & equipment - payments	(71,579)	(933)	(1,335)	43.1%
Net cash inflow(outflow) from investing activities	(36,768)	(8,835)	(9,236)	(4.5%)
Cash flows from financing activities				
Finance Cost	(990)	-	(37)	100.0%
Proceeds from interest bearing loans and borrowings	12,000	-	-	0.0%
Repayment of interest-bearing loans and borrowings	(1,997)	(114)	(114)	(0.0%)
Interest Paid - Lease Liability	(18)	(2)	(2)	(11.9%)
Repayment of Lease Liability	(243)	(22)	(22)	(0.0%)
Net cash inflow(outflow) from financing activities	8,752	(138)	(174)	26.3%
Net increase(decrease) in cash and equivalents	8,919	(15,962)	(16,499)	3.4%
Cash and equivalents at the beginning of the year	10,216	42,985	42,985	(0.0%)
Cash and equivalents at the end of the year	19,135	27,023	26,486	2.0%

Greater Shepparton City Council
Capital Works Statement
 period ended July 2021

Capital Works Area	2021/2022 YTD Adopted Budget	2021/2022 YTD Actual	YTD Adopted Budget Variance (Fav)/Unfav	2021/2022 Adopted Budget	2021/2022 Projected Full Year	Adopted Budget Variance (Fav)/Unfav	Note
	\$ ' 000	\$ ' 000	%				
Aerodrome	0	227	100%	0	343	100%	1
Bridges	0	0	0%	1,915	1,915	0%	
Buildings	20	50	149%	2,809	2,936	5%	
Computer & Telecommunications	0	0	0%	0	11	100%	
Drainage	0	0	0%	2,287	2,999	31%	2
Fixture Fittings and Furniture	0	3	100%	245	570	133%	3
Footpaths & Cycleways	3	7	143%	3,638	3,918	8%	
Land Improvements	0	3	100%	1,524	1,527	0%	
Off Street Car Parks	0	2	100%	0	0	0%	
Parks, Open Space & Streetscape	7	34	372%	1,627	1,859	14%	4
Plant Machinery & Equipment	383	383	(0%)	4,940	4,940	0%	
Recreational Leisure and Community Facilities	17	111	551%	7,271	7,393	2%	
Roads	398	417	5%	35,025	36,042	3%	5
Waste Management	0	0	0%	8,461	8,461	0%	
Other Infrastructure	0	(0)	0%	387	387	0%	
Project Management Office	97	97	(0%)	1,450	1,450	0%	
Total Capital Works	926	1,335	44%	71,579	74,752	4%	

Capital Works Area	2021/2022 YTD Adopted Budget \$ ' 000	2021/2022 YTD Actual \$ ' 000	YTD Adopted Budget Variance (Fav)/Unfav %
Renewal	258	619	140%
Upgrade	365	378	4%
New	197	223	13%
Expansion	8	17	105%
Project Management Office	97	97	(0%)
Total Capital Works	926	1,335	44%

2021/2022 Adopted Budget \$ ' 000	2021/2022 Projected Full Year \$ ' 000	Adopted Budget Variance (Fav)/Unfav %	Note
29,589	31,771	7%	
25,358	26,262	4%	
8,767	8,574	(2%)	
6,415	6,695	4%	
1,450	1,450	0%	
71,579	74,752	4%	

Notes to the Capital Works Statement for period ended July 2021

1) Aerodrome is projecting to be \$343k more than 2021/2022 Adopted Budget. This unfavourable variance is due to the Aerodrome plane parking and concrete helipad project, budgeted for in 2020/2021, now to be completed in 2021/2022.

2) Drainage is projecting to be \$712k more than 2021/2022 Adopted Budget. This unfavourable variance is mostly due to the following projects budgeted for in 2020/2021, now to be completed in 2021/2022:

- Stadium/Munarra Wetland and Drainage (\$276k)
- Karibok Park retardation basin and recreational area (\$127k)

This unfavourable variance is also due to the addition of the Southdown Precinct Yakka Basin landscaping (\$309k), as DCP project confirmed after the 2021/2022 Budget was adopted.

3) Fixtures, Fittings and Furniture is projecting to be \$325k more than 2021/2022 Adopted Budget. This unfavourable variance is mostly due to the following projects budgeted for in 2020/2021, now to be completed in 2021/2022:

- Tree Bud Lighting (Outdoor dining funding) (\$300k)
- Riverlinks sound system upgrade (\$26k)

4) Parks, Open Space and Streetscapes is projecting to be \$232k more than 2021/2022 Adopted Budget. This unfavourable variance is due to the Australian Botanical Garden Water Supply (\$222k) budgeted for in 2020/2021, now to be completed in 2021/2022.

5) Roads is projecting to be \$1.02m more than 2021/2022 Adopted Budget. This unfavourable variance is mostly due to the following projects budgeted for in 2020/2021, now to be completed in 2021/2022:

- Maude Street Upgrade (\$467k)
- Katandra Main/Labuan Road Intersection (\$72k)
- Fryers Street and Railway Parade Upgrade (\$51k)
- Knight and Hawdon Street Upgrade (\$51k)

This unfavourable variance is also impacted by additional works for the Local Area Traffic Management project on Hawdon street (\$342k).