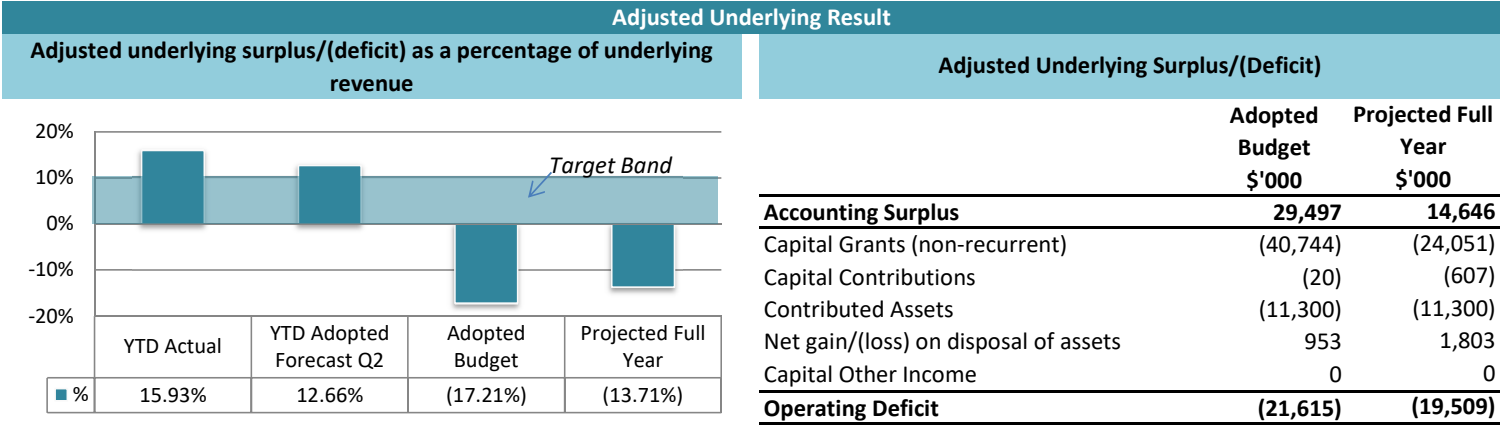


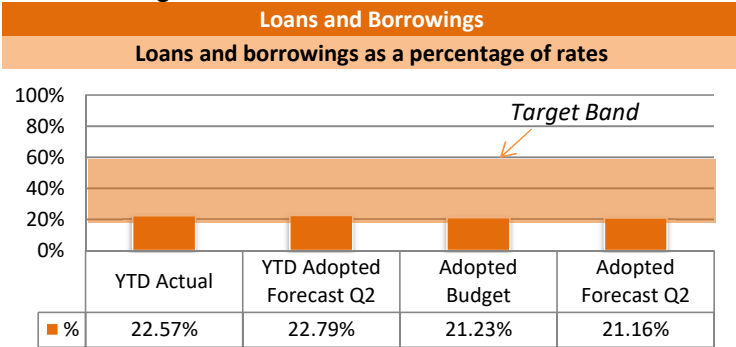
MONTHLY FINANCIAL REPORT FEBRUARY 2023

Operating Performance

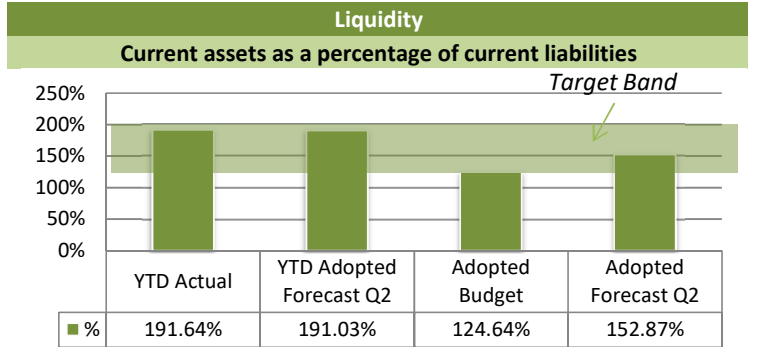


The accounting surplus has been adjusted to reflect the true operating result by removing items that do not fund Council operations. Capital income including non-recurrent grants, contributions and other capital income is used to fund the capital works program, while contributed assets and the net loss on disposal of assets are non-cash items. Large YTD Actual and YTD Budget balances in Adjusted Underlying Surplus/(Deficit) and Working Capital result from the 2022/2023 rates being raised in July 2022, with the full amount (\$86m) hitting operating income and receivables. YTD balances will reduce throughout the financial year as rates debtors payments are received and budgeted expenditure is incurred.

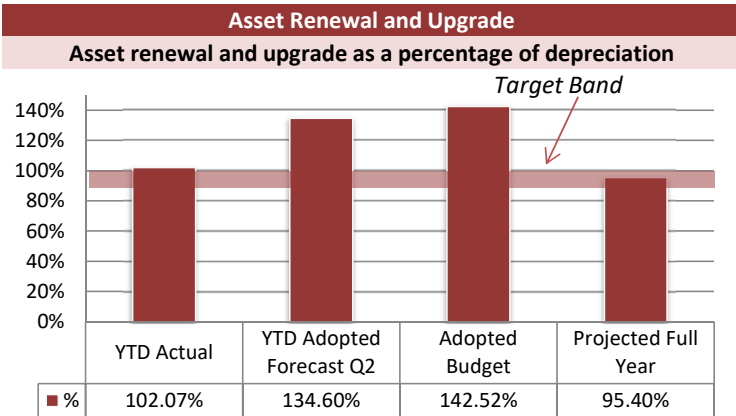
Financial Obligations



Financial Health



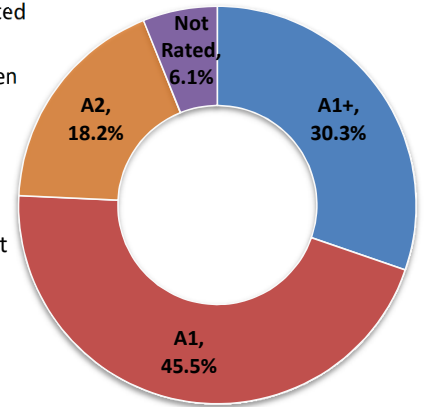
Asset Renewal



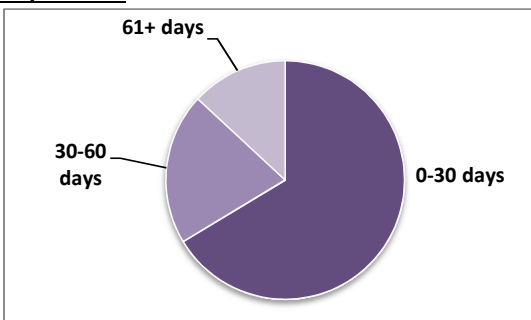
Investments

There is currently \$33m invested at an average interest rate of 3.58%. \$8m is invested in Green Term Deposits. \$534k 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

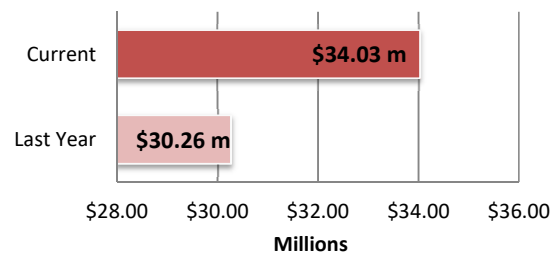


Sundry Debtors



0-30 days	30-60 days	61+ days
66.35%	20.55%	13.10%
\$ 1,372,196	\$ 425,065	\$ 270,857

Rates Debtors



- 3rd quarterly instalment for 2022/2023 were due in Feb 2023
- Total 34,234 Rate assessments
- Payment arrangements:
 - down 13 from January 2023
 - Down 54 same time last year (410 Feb 2022)

Greater Shepparton City Council
Operating Statement
for period ended February 2023

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				
	2022/2023	2022/2023	2022/2023	YTD	YTD	2022/2023	2022/2023	2022/2023	YTD	YTD
	YTD	YTD	YTD	Adopted	Adopted	Adopted	Adopted	Projected Full	Adopted	Adopted
	Adopted	Adopted	Actual	Budget	Forecast Q2	Budget	Forecast Q2	Year	Budget	Forecast Q2
Budget	Forecast Q2		Variance	Variance	Variance	Variance		Variance	Variance	
			(Fav)/Unfav	(Fav)/Unfav				(Fav)/Unfav	(Fav)/Unfav	
	\$'000	\$'000	\$'000	%	%	\$'000	\$'000	\$'000	%	%
Revenues from Operating Activities										
Rates and Charges	86,974	86,475	87,290	(0.4%)	(0.9%)	87,081	87,048	87,048	0.0%	0.0%
Statutory Fees	1,997	2,441	2,457	(23.1%)	(0.7%)	3,078	4,051	4,174	(35.6%)	(3.0%)
User Charges*	11,998	9,530	9,309	22.4%	2.3%	19,176	16,914	15,691	18.2%	7.2%
Operating Grants*	21,363	21,793	22,692	(6.2%)	(4.1%)	25,936	27,099	27,062	(4.3%)	0.1%
Operating Contributions*	433	520	531	(22.6%)	(2.1%)	683	767	777	(13.8%)	(1.4%)
Other Income*	669	1,136	1,278	(91.1%)	(12.5%)	1,055	1,864	1,801	(70.7%)	3.4%
Total Operating Revenue	123,433	121,895	123,557	(0.1%)	(1.4%)	137,009	137,743	136,553	0.3%	0.9%
Expenses from Operating Activities										
Employee Costs*	37,710	35,841	35,951	(4.7%)	0.3%	57,250	55,509	54,602	(4.6%)	(1.6%)
Materials and Services*	33,019	29,105	30,376	(8.0%)	4.4%	48,905	49,017	49,125	0.4%	0.2%
Bad & Doubtful Debts	62	285	285	363.6%	0.0%	62	362	482	676.8%	33.2%
Depreciation	24,517	23,988	23,847	(2.7%)	(0.6%)	36,609	36,609	36,609	0.0%	0.0%
Amortisation	371	462	476	28.1%	2.9%	704	704	704	0.0%	0.0%
Borrowing Costs	361	361	361	0.0%	(0.0%)	714	719	719	0.7%	0.0%
Finance Costs - Leases	8	11	13	54.5%	13.5%	11	11	11	0.0%	0.0%
Other Expenses	449	434	453	0.9%	4.5%	688	628	628	(8.7%)	0.0%
Total Operating Expenses	96,496	90,487	91,761	(4.9%)	1.4%	144,944	143,560	142,880	(1.4%)	(0.5%)
ADJUSTED OPERATING RESULT	26,937	31,407	31,796	(18.0%)	(1.2%)	(7,935)	(5,817)	(6,326)	20.3%	(8.8%)

**Non-Recurrent items including the October 2022 Flood Event and works on non-council assets have been excluded from User Charges, Operating Grants Employee Costs and Materials and Services. These are listed below.*

Rates and Charges is showing high YTD Adopted Forecast Q2 (\$86.5m) and YTD Actual (\$87.3m) balances due to the full amount of the 2022/2023 rates being raised in July 2022. This impacts the Adjusted Operating Result (YTD Actual \$18.50m surplus, from the income statement) which will reduce throughout the financial year as expenditure is incurred. The YTD favourable variance is due to more supplementary valuations (growth) than budgeted, but is expected to be reduced as valuation of flood impacted properties with material damage are reduced

Statutory Fees is projecting to be \$1.1m (35.6%) more than 2022/2023 Adopted Budget. This favourable variance is mostly due to an increase in parking infringement income to reflect the adopted Parking Strategy and the trend of parking infringements being issued.

User Charges is projecting to be \$3.49m (18.2%) less than 2022/2023 Adopted Budget and \$1.22m (7.2%) less than Adopted Forecast Q2. These unfavourable variances are mostly due to reduced children services income (\$862k) resulting from lower utilisation of a number of childrens services facilities, Free Kinder initiative for 2023 and the number of full fee paying families. These unfavourable variances are also impacted by reduced volumes of commercial waste at Cosgrove Landfill (\$795k), the closure of the Encore Cafe and Eastbank catering services (\$519k), lower than anticipated throughput at the Saleyards (\$200k) and the impact of the October flood event on Aquamoves operations (\$424k) and the Victoria Lake Caravan Park (\$248k).

Operating Grants are projecting to be \$855k (7.75%) more than 2022/2023 Adopted Budget. This favourable variance is mostly due to an increase in grant income for Wheeler St New Dookie Road intersection works to reflect the signed funding agreement (\$334k), and additional grant income for Early Years (\$581k). Additional income for Early Years is offset by reduced User Fee income.

Other Income Projected Full Year is \$746k more than 2022/2023 Adopted Budget. These favourable variances are mostly due to favourable interest rates for investments resulting in more interest income.

Employee Costs is projecting to be \$2.65m (4.6%) less than 2022/2023 Adopted Budget and \$908k (1.6%) less than Adopted Forecast Q2. These favourable variances are mostly due to staff vacancies across the organisation as well as the closure of the Encore Café and Eastbank Catering services (\$270k).

Materials and Services is projecting to be \$219k more than 2022/2023 Adopted Budget. This unfavourable variance includes increases in fuel expenditure (\$350k).

Bad and Doubtful Debts is projecting to be \$420k more than 2022/2023 Adopted Budget. This unfavourable variance reflects the increase in parking infringement income.

Projects excluded from the Operating Statement

	EXPENSE				INCOME			
	2022/2023	2022/2023	2022/2023	2022/2023	2022/2023	2022/2023	2022/2023	2022/2023
	Adopted	Adopted	Projected Full	YTD	Adopted	Adopted	Projected Full	YTD
	Budget	Forecast Q2	Year	Actual	Budget	Forecast Q2	Year	Actual
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
October 2022 Flood Event	0	4,075	6,861	3,604	0	4,904	7,169	3,107
SUBTOTAL - Flood	0	4,075	6,861	3,604	0	4,904	7,169	3,107
Office handset renewal	250	250	250	36	0	0	0	0
Outdoor Dining Funding	0	190	190	185	0	0	0	0
Orrvale Rd and Poplar Ave Roundabout Enabling Works	260	295	322	122	0	0	0	0
SUBTOTAL - Non-recurrent Operating	510	735	762	343	0	0	0	0
Benalla Road upgrade - Florence Street slip lane	1,699	1,699	1,842	857	746	746	746	0
Stadium/Munarra utilities upgrade	332	332	332	19	0	0	0	0
Edgewater Estate Intersection	70	97	97	77	0	0	0	0
Wheeler St - New Dookie Rd Intersection	1,597	1,778	1,778	713	501	835	835	334
Numurkah Road/Hawkins St Intersection	100	100	100	0	0	0	0	0
Murchison-Toolamba Community Hub Design	80	80	80	2	0	0	0	0
SUBTOTAL - Non-Council Assets	3,878	4,086	4,228	1,668	1,247	1,581	1,581	334
Total excluded from Operating Statement	4,388	8,896	11,851	5,615	1,247	6,485	8,749	3,441

The impact of the **October 2022 Flood Event** on Council's financial position continues to be monitored as more information regarding funding and recovery expenditure comes to light. As at the end of February, the following income and expenditure areas (summarised in the table above) were impacted:

User Charges - An additional \$1.55m is projected to be received from the State Government for the disposal of flood related waste. Lost user charges income is also expected for flood impacted services such as Aquamoves, Eastbank, Victoria Park Lake Caravan Park and KidsTown.

Operating Grants - Additional grant income of \$3.83m is projected to be received for initial flood clean-up and emergency response; \$1.5m from the Council Flood Support Fund and \$2.33m from Disaster Recovery Funding. The Disaster Recovery Funding is an estimate based on projected Employee Costs and Materials and Services expenditure.

Operating Contributions - Additional contributions of \$1.79m is expected from insurance claim activity.

Employee Costs - Additional employee costs of \$530k is projected directly relate to the flood event. This will be offset by additional operating grant income.

Materials and Services - Additional flood related expenditure of \$6.3m is projected resulting from the initial clean-up efforts, emergency response (e.g. Kerbside collections, traffic management, emergency relief centres, emergency road repairs) and insurance related works.

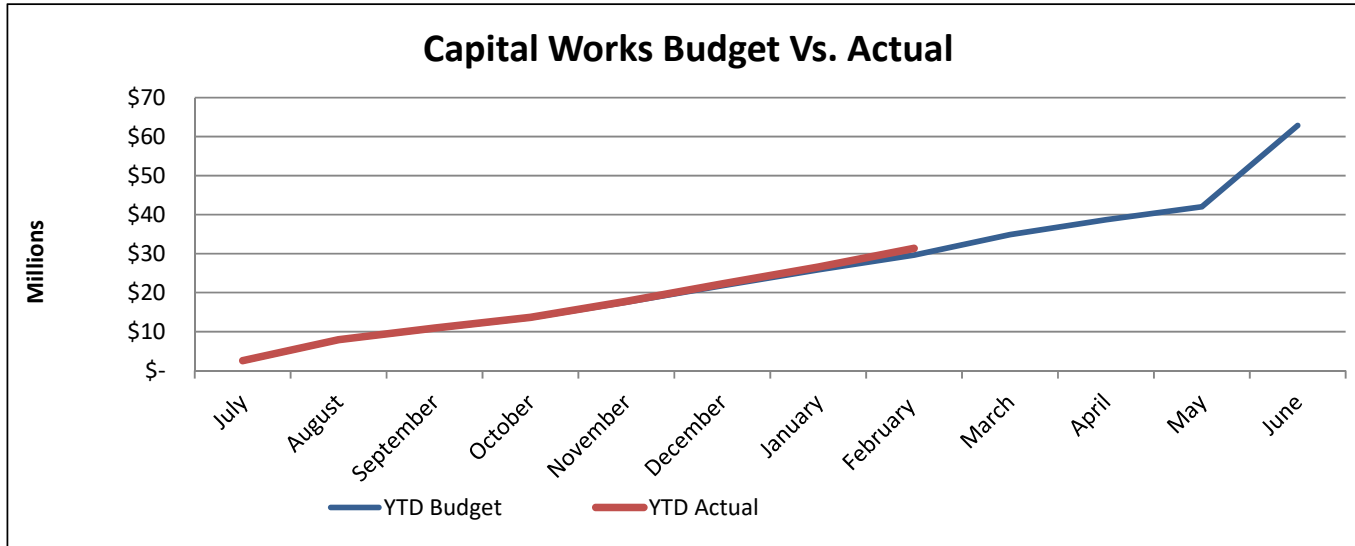
Greater Shepparton City Council
Capital Summary
 period ended February 2023

	YEAR TO DATE					FULL YEAR				
	2022/2023 YTD Adopted Budget \$'000	2022/2023 YTD Adopted Forecast Q2 \$'000	2022/2023 YTD Actual \$'000	YTD Adopted Budget Variance (Fav)/Unfav %	YTD Adopted Forecast Q2 Variance (Fav)/Unfav %	2022/2023 Adopted Budget \$'000	2022/2023 Adopted Forecast Q2 \$'000	2022/2023 Projected Full Year \$'000	Adopted Budget Variance (Fav)/Unfav %	Adopted Forecast Q2 Variance (Fav)/Unfav %
Capital Income										
Capital Grants	29,361	1,751	2,218	92.4%	(26.7%)	41,371	36,549	25,136	39.2%	31.2%
Capital Contributions	0	330	1,028	(100.0%)	(211.8%)	20	607	607	(2,935.1%)	0.0%
Proceeds from Sale of Assets	290	579	579	(99.3%)	0.0%	1,817	1,817	967	46.8%	46.8%
Total Capital Income	29,652	2,659	3,824	87.1%	(43.8%)	43,208	38,972	26,709	38.2%	31.5%
Capital Expenditure										
Renewal	14,643	12,399	13,310	9.1%	(7.4%)	21,114	20,569	17,918	15.1%	12.9%
Upgrade	18,358	10,421	11,032	39.9%	(5.9%)	31,060	29,401	17,009	45.2%	42.1%
New	3,823	2,815	3,016	21.1%	(7.1%)	5,177	7,644	8,102	(56.5%)	(6.0%)
Expansion	3,932	3,096	3,084	21.6%	0.4%	4,077	4,085	4,093	(0.4%)	(0.2%)
Total Capital Expenditure	40,756	28,730	30,441	25.3%	(6.0%)	61,429	61,698	47,122	23.3%	23.6%

**Capital expenditure totals exclude Project Management Office expenditure

Capital Grants Projected Full Year is \$16.24m (39.2%) less than 2022/2023 Adopted Budget and \$11.41m (31.2%) less than Adopted Forecast Q2. This unfavourable variance is mostly due to the deferral of the Strategic Cycling Corridor (\$5.75m) and Knight and Hawdon St Upgrade (\$6.3m) into future financial years.

Capital Expenditure is projected to be \$15.43m (25%) less than Adopted Forecast Q2 and \$15.16m (24.7%) less than 2022/2023 Adopted Budget. This Favourable variance is mostly due to the deferral of Strategic Cycling Corridor (\$5.75m) and Knight and Hawdon St Upgrade (\$5.15m) into future financial years in addition to other movements explained in the notes to the Capital Works Statement



Capital Works Forecast as a % of Adopted Budget	
Projected Full Year	Council Plan Target
76.71%	90.00%

Greater Shepparton City Council
Income Statement
for period ended February 2023

	YEAR TO DATE					FULL YEAR					Notes
	2022/2023 YTD Adopted Budget	2022/2023 YTD Adopted Forecast Q2	2022/2023 YTD Actual	YTD Adopted Budget Variance (Fav)/Unfav	YTD Adopted Forecast Q2 Variance (Fav)/Unfav	2022/2023 Adopted Budget	2022/2023 Adopted Forecast Q2	2022/2023 Projected Full Year	Adopted Budget Variance (Fav)/Unfav	Adopted Forecast Q2 Variance (Fav)/Unfav	
	\$	\$	\$	%	%	\$	\$	\$	%	%	
Revenues from Operating Activities											
Rates and Charges	86,974	86,475	87,290	(0.4%)	(0.9%)	87,081	87,048	87,048	0.0%	0.0%	
Statutory Fees	1,997	2,441	2,457	(23.1%)	(0.7%)	3,078	4,051	4,174	(35.6%)	(3.0%)	1
User Charges	11,998	11,081	10,916	9.0%	1.5%	19,176	18,465	17,242	10.1%	6.6%	2
Operating Grants	10,198	12,461	13,361	(31.0%)	(7.2%)	16,017	20,312	21,302	(33.0%)	(4.9%)	3
Operating Contributions	433	520	531	(22.6%)	(2.1%)	683	1,322	2,570	(276.3%)	(94.5%)	4
Other	669	1,136	1,278	(91.1%)	(12.5%)	1,055	1,864	1,801	(70.7%)	3.4%	5
Total Operating Revenue	112,267	114,114	115,832	(3.2%)	(1.5%)	127,090	133,062	134,137	(5.5%)	(0.8%)	
Expenses from Operating Activities											
Employee Costs	37,710	36,366	36,504	(3.2%)	0.4%	57,250	56,035	55,132	(3.7%)	(1.6%)	6
Materials and Services	35,125	32,405	35,437	0.9%	9.4%	53,293	57,387	60,446	13.4%	5.3%	7
Bad & Doubtful Debts	62	285	285	363.6%	(0.0%)	62	362	482	676.8%	33.2%	8
Depreciation	24,517	23,988	23,847	(2.7%)	(0.6%)	36,609	36,609	36,609	0.0%	0.0%	
Amortisation	371	462	476	28.1%	2.9%	704	704	704	0.0%	0.0%	
Borrowing Costs	361	361	361	0.0%	(0.0%)	714	719	719	0.7%	0.0%	
Finance Costs - Leases	8	11	13	54.5%	13.5%	11	11	11	0.0%	0.0%	
Other Expenses	449	434	453	0.9%	4.5%	688	628	628	(8.7%)	0.0%	
Total Operating Expenses	98,603	94,314	97,376	(1.2%)	3.2%	149,332	152,455	154,731	3.6%	1.5%	
UNDERLYING OPERATING RESULT	13,664	19,800	18,456	(35.1%)	6.8%	(22,242)	(19,393)	(20,594)	7.4%	(6.2%)	
Non-operating Income and Expenditure											
Capital Grants	29,361	1,751	2,218	92.4%	(26.7%)	41,371	36,549	25,136	39.2%	31.2%	9
Capital Contributions	0	330	1,028		(211.8%)	20	607	607	(2,935.1%)	0.0%	10
Contributed Assets	7,533	3,530	3,530	53.1%	0.0%	11,300	11,300	11,300	0.0%	0.0%	
Proceeds from Sale of Assets	290	579	579	(99.3%)	0.0%	1,817	1,817	967	46.8%	46.8%	11
Written Down Value of Asset Disposals	(1,385)	(648)	(674)	51.3%	(4.1%)	(2,769)	(2,769)	(2,769)	0.0%	0.0%	
Other Revenue	0	0	0			0	0	0			
Total Non Operating Items	35,800	5,542	6,680	81.3%	(20.5%)	51,739	47,503	35,240	31.9%	25.8%	
ACCOUNTING SURPLUS/(DEFICIT)	49,465	25,342	25,136	49.2%	0.8%	29,497	28,110	14,646	50.3%	47.9%	

Notes to the Income Statement for period ended February 2023

1) Statutory Fees Projected Full Year is \$1.1m more than 2022/2023 Adopted Budget. This favourable variance is mostly due to an increase in parking infringement income to reflect the adopted Parking Strategy and the trend of parking infringements being issued.

2) User Charges Projected Full year is \$1.93m less than 2022/2023 Adopted Budget and \$1.22m less than Adopted Forecast Q2. These unfavourable variances are mostly due to reduced children services income (\$862k) resulting from lower utilisation of a number of childrens services facilities (partially offset by reductions to employee costs), Free Kinder initiative for 2023 and the number of full fee paying families. These unfavourable variances are also impacted by reduced volumes of commercial waste at Cosgrove Landfill (\$795k), the closure of the Encore Cafe and Eastbank catering services (\$519k), lower than anticipated throughput at the Saleyards (\$200k) and the impact of the October flood event on Aquamoves operations (\$424k) and the Victoria Lake Caravan Park (\$248k).

3) Operating Grants is \$900k more than YTD Adopted Forecast Q2. Projected Full year is \$990k more than Adopted Forecast Q2 and \$5.29m more than 2022/2023 Adopted Budget. These favourable variances are mostly impacted by additional grant funding received for the October Flood Event; \$1.5m from the Council Flood Support Fund and \$1.25m from Disaster Recovery Funding. The Disaster Recovery Funding is an estimate based on projected Employee Costs and Materials and Services expenditure incurred to date and will continue to be revised. The 2022/2023 Adopted Budget variance is also impacted by additional grant income for Wheeler St New Dookie Road intersection works to reflect the signed funding agreement (\$334k), and additional grant income for Children Services (\$1.07m).

4) Operating Contributions Projected Full Year is \$1.25m more than Adopted Forecast Q2 and \$1.89m more than 2022/2023 Adopted Budget. These favourable variances mostly relate to projected insurance claims resulting from the October 2022 Flood event (\$1.92m)

5) Other Income Projected Full Year is \$746k more than 2022/2023 Adopted Budget and YTD is \$142k more than Adopted Forecast Q2. This favourable variance is mostly due to additional interest income from Council investments due to increases to interest rates (\$610k).

6) Employee Costs Projected Full Year is \$2.12m less than Adopted Budget and \$903k less than Adopted Forecast Q2. The favourable variance is mostly due to savings resulting from the closure of Encore Cafe and Eastbank catering service, the impact of the October 2022 Flood on Aquamoves facilities (\$162k) and other vacancies across the organisation, partially offset by WorkCover increases (\$119k) and October 2022 Flood resourcing (\$525k).

7) Materials and Services Projected Full Year is \$3.06m more than Adopted Forecast Q2 and \$7.15m more than 2022/2023 Adopted Budget. These unfavourable variances are mostly due to the October 2022 Flood event clean up and emergency response expenditure. Some of this additional expenditure is covered by additional grant income from the Council Flood Support Fund, Disaster Recovery Funding and insurance claims.

The 2022/2023 Adopted Budget variance is also impacted by increased fuel expenditure (\$350k) reflected projected fuel prices, and expenditure associated with the outdoor dining funding (\$191k) received in the 2021/2022 financial year, and additional service relocation costs associated with the Benalla Street Slip Lane Project (\$142k).

8) Bad & Doubtful Debts Projected Full Year is \$120k more than Adopted Forecast Q2 and Projected Full Year is \$420k more than 2022/2023 Adopted Budget. These unfavourable variances reflect the anticipated increase in parking infringement income and level of collectability.

9) Capital Grants Projected Full Year is \$16.24m less than 2022/2023 Adopted Budget and \$11.41m less than Adopted Forecast Q2. Capital grants often can't be recognised as income until the project is complete, and as a result this variance is impacted by the timing of the Strategic Cycling Corridor and Knight and Hawdon Street Upgrade into future financial years.

10) Capital contributions YTD Actuals is \$698k more than YTD Adopted Forecast Q2. This favourable variance is mostly due to the additional contributions for SAM (\$200k), Mooroopna West Growth Corridor DCP Flood Mitigation (\$151k) and Davies Road Upgrade (\$115k).

11) Proceeds from Sale of Assets Projected Full Year is \$850k less than 2022/2023 Adopted Budget and Adopted Forecast Q2. This unfavourable variance is due to the 3 land parcels identified for sale moved to future financial years.

Greater Shepparton City Council

Balance Sheet

as at February 2023

	Total Actual June 2022 \$ ' 000	Adopted Budget June 2023 \$ ' 000	Adopted Forecast Q2 June 2023 \$ ' 000	YTD Adopted Budget 2023 \$ ' 000	YTD Adopted Forecast Q2 2023 \$ ' 000	YTD Actual 2023 \$ ' 000	Total Actual June 2022 Variance (Fav)/Unfav \$ ' 000	Adopted Budget Variance (Fav)/Unfav %	Notes
Current Assets									
Cash and Cash Equivalent	32,245	19,471	22,576	33,103	34,273	25,363	21.3%	(30.3%)	
Receivables	16,000	13,774	13,529	47,597	36,417	41,679	(160.5%)	(202.6%)	1
Other Financial Assets	16,000	-	9,000	-	20,000	18,000	(12.5%)		
Inventories	159	156	159	268	270	248	(56.0%)	(59.3%)	
Assets Held for Resale	711	63	-	711	711	711	0.0%	(1,027.8%)	2
Other Assets	1,804	1,579	1,804	232	295	245	86.4%	84.5%	
Total Current Assets	66,918	35,043	47,068	81,911	91,965	86,246	(28.9%)	(146.1%)	
Non Current Assets									
Investment in Associates	1,885	1,598	1,885	1,598	1,885	1,885	0.0%	(18.0%)	
Infrastructure	1,294,864	1,366,871	1,362,084	1,310,781	1,304,418	1,305,220	(0.8%)	4.5%	
Intangible Assets	32,749	28,108	32,199	28,205	32,277	32,415	1.0%	(15.3%)	
Right-of-use Assets	400	246	246	299	297	294	26.3%	(19.7%)	
Total Non Current Assets	1,329,897	1,396,823	1,396,414	1,340,883	1,338,877	1,339,815	(0.7%)	4.1%	
Total Assets	1,396,816	1,431,866	1,443,482	1,422,793	1,430,843	1,426,061	(2.1%)	0.4%	
Current Liabilities									
Trade & Other Payables	21,089	9,142	11,966	19,122	28,295	23,521	11.5%	157.3%	
Trust Funds	5,103	3,656	5,103	10,879	8,709	8,870	73.8%	142.6%	
Provisions	11,766	12,332	10,721	11,543	11,241	11,283	(4.1%)	(8.5%)	
Interest Bearing Liabilities	2,780	2,856	2,870	1,280	1,281	1,281	(53.9%)	(55.2%)	
Lease Liabilities	158	129	129	55	55	50	(68.1%)	(60.9%)	
Total Current Liabilities	40,896	28,115	30,789	42,879	49,581	45,005	10.0%	60.1%	
Non Current Liabilities									
Trade & Other Payables	-	-	-	-	-	-			
Provisions	24,000	24,685	24,000	24,000	24,000	24,000	0.0%	(2.8%)	
Interest Bearing Liabilities	18,423	15,627	15,553	18,423	18,423	18,423	0.0%	17.9%	
Lease Liabilities	262	133	133	262	262	262	0.0%	96.8%	
Total Non Current Liabilities	42,685	40,445	39,686	42,685	42,685	42,685	0.0%	5.5%	
Total Liabilities	83,581	68,560	70,475	85,564	92,265	87,690	4.9%	27.9%	
Net Assets	1,313,235	1,363,306	1,373,007	1,337,230	1,338,577	1,338,371	(1.9%)	1.8%	
Represented By									
Accumulated Surplus	499,867	526,354	527,978	524,934	525,209	525,003	(5.0%)	0.3%	
Reserves	813,368	836,952	845,029	812,296	813,368	813,368	0.0%	2.8%	
Total Equity	1,313,235	1,363,306	1,373,007	1,337,230	1,338,577	1,338,371	(1.9%)	1.8%	

Notes to the Balance Sheet as at February 2023

1) Receivables is showing large YTD Adopted Budget and YTD Actual balances due to the 2022/2023 rates being raised in July 2022. These balances will reduce throughout the financial year as rates debtors payments are received.

2) Assets held for resale was revised up after the adoption of the 2022/2023 Budget, but prior to 30 June, due to additional assets being identified for resale including Bundara Reserve Shepparton, Dookie tennis courts, Enterprise Drive drainage basin, Forer Street Reserve Dookie and a portion of Parkside Gardens Shepparton.

Greater Shepparton City Council

Cash Flow Statement

as at February 2023

	2022/2023 Adopted Budget \$ ' 000	2022/2023 Adopted Forecast Q2 \$ ' 000	2022/2023 YTD Adopted Budget \$ ' 000	2022/2023 YTD Adopted Forecast Q2 \$ ' 000	2022/2023 YTD Actual \$ ' 000	Adopted Budget Variance (Fav)/Unfav %	Adopted Forecast Q2 Variance (Fav)/Unfav %
Cash flows from operating activities							
Receipts from customers	106,815	106,971	75,580	83,626	78,973	(4.5%)	5.6%
Payments to suppliers	(110,745)	(116,046)	(94,027)	(61,264)	(69,879)	(25.7%)	14.1%
Net cash inflow(outflow) from customers(suppliers)	(3,930)	(9,075)	(18,447)	22,362	9,094	(149.3%)	(59.3%)
Interest received	140	600	23	421	417	(1705.4%)	1.0%
Government receipts	55,612	57,436	39,559	14,212	17,082	56.8%	(20.2%)
Contributions	703	1,400	560	977	1,685	(200.9%)	(72.6%)
Net cash inflow(outflow) from operating activities	52,525	50,361	21,695	37,972	28,279	30.3%	(25.5%)
Cash flows from investing activities							
Net movement in other financial assets	13,553	7,000	16,000	(4,000)	(2,000)	112.5%	128.6%
Infrastructure, property, plant & equipment - proceeds	500	1,816	290	579	579	(99.3%)	0.0%
Infrastructure, property, plant & equipment - payments	(62,596)	(67,757)	(35,155)	(30,548)	(31,718)	(9.8%)	3.8%
Other	-	-	-	-	-		0.0%
Net cash inflow(outflow) from investing activities	(48,543)	(58,941)	(18,865)	(33,969)	(33,139)	(75.7%)	2.4%
Cash flows from financing activities							
Finance Cost	(714)	(711)	(361)	(361)	(402)	11.3%	11.2%
Proceeds from interest bearing loans and borrowings	-	-	-	-	-		
Repayment of interest-bearing loans and borrowings	(2,762)	(2,759)	(1,500)	(1,500)	(1,500)	(0.0%)	0.0%
Interest Paid - Lease Liability	(11)	(11)	(8)	(11)	(13)	54.5%	13.5%
Repayment of Lease Liability	(158)	(158)	(103)	(103)	(107)	4.1%	4.8%
Net cash inflow(outflow) from financing activities	(3,645)	(3,639)	(1,972)	(1,975)	(2,022)	2.5%	2.4%
Net increase(decrease) in cash and equivalents	337	(12,219)	858	2,028	(6,882)	(902.4%)	(439.4%)
Cash and equivalents at the beginning of the year	19,135	32,245	32,245	32,245	32,245	(0.0%)	(0.0%)
Cash and equivalents at the end of the year	19,472	20,026	33,103	34,273	25,363	23.4%	26.0%

Greater Shepparton City Council
Capital Works Statement
 period ended February 2023

Capital Works Area	2022/2023	2022/2023	2022/2023	YTD	YTD	2022/2023	2022/2023	2022/2023	Adopted	Adopted	Adopted	Forecast Q2	Adopted	Forecast Q2	Note
	YTD	YTD	YTD	Adopted	Adopted				Budget	Budget		Projected			
	Adopted	Adopted	Actual	Budget	Forecast Q2	Actual	Forecast Q2	Full Year	Variance	Variance	(Fav)/Unfav	(Fav)/Unfav	(Fav)/Unfav	(Fav)/Unfav	
	\$ ' 000	\$ ' 000	\$ ' 000	(Fav)/Unfav	(Fav)/Unfav	\$ ' 000	\$ ' 000	\$ ' 000	%	%	%	%	%	%	
Aerodrome	0	0	0			0	0	0							
Bridges	450	134	134	(70%)	0%	701	701	500	(29%)	(29%)				1	
Buildings	1,011	571	580	(43%)	2%	2,592	2,378	2,226	(14%)	(6%)				2	
Computer & Telecommunications	130	141	149	15%	6%	280	700	795	184%	14%				3	
Drainage	395	188	853	116%	354%	444	689	681	53%	(1%)				4	
Fixture Fittings and Furniture	196	141	141	(28%)	0%	246	246	246	0%	0%					
Footpaths & Cycleways	3,202	1,083	1,381	(57%)	27%	7,693	7,694	1,952	(75%)	(75%)				5	
Land	0	308	324		5%	0	308	308		0%				6	
Land Improvements	1,580	1,020	1,024	(35%)	0%	1,657	2,054	1,999	21%	(3%)				7	
Off Street Car Parks	0	0	0			0	0	0							
Parks, Open Space & Streetscape	1,733	1,219	1,286	(26%)	5%	2,271	2,289	2,132	(6%)	(7%)				8	
Plant Machinery & Equipment	2,189	2,463	2,968	36%	21%	5,281	5,603	3,667	(31%)	(35%)				9	
Recreational Leisure and Community Facilities	5,669	3,021	3,010	(47%)	(0%)	5,930	5,947	5,949	0%	0%					
Roads	23,050	17,386	17,515	(24%)	1%	32,683	31,177	24,699	(24%)	(21%)				10	
Waste Management	960	890	899	(6%)	1%	1,115	1,378	1,356	22%	(2%)				11	
Other Infrastructure	191	164	178	(7%)	8%	535	535	513	(4%)	(4%)					
Project Management Office	802	906	906	13%	(0%)	1,167	1,167	1,167	0%	0%					
Total Capital Works	41,558	29,637	31,348	(25%)	6%	62,596	62,865	48,189	(23%)	(23%)					

Capital Works Area	2022/2023	2022/2023	2022/2023	YTD	YTD	2022/2023	2022/2023	2022/2023	Adopted	Adopted	Adopted	Forecast Q2	Adopted	Forecast Q2	Note
	YTD	YTD	YTD	Adopted	Adopted				Budget	Budget		Projected		Budget	
	Adopted	Adopted	Actual	Budget	Forecast Q2	Actual	Forecast Q2	Full Year	Variance	Variance	(Fav)/Unfav	(Fav)/Unfav	(Fav)/Unfav	(Fav)/Unfav	
	\$ ' 000	\$ ' 000	\$ ' 000	(Fav)/Unfav	(Fav)/Unfav	\$ ' 000	\$ ' 000	\$ ' 000	%	%	%	%	%	%	
Renewal	14,643	12,399	13,310	(9%)	7%	21,114	20,569	17,918	(15%)	(13%)					
Upgrade	18,358	10,421	11,032	(40%)	6%	31,060	29,401	17,009	(45%)	(42%)					
New	3,823	2,815	3,016	(21%)	7%	5,177	7,644	8,102	56%	6%					
Expansion	3,932	3,096	3,084	(22%)	(0%)	4,077	4,085	4,093	0%	0%					
Project Management Office	802	906	906	13%	(0%)	1,167	1,167	1,067	(9%)	(9%)					
Total Capital Works	41,558	29,637	31,348	(25%)	6%	62,596	62,865	48,189	(23%)	(23%)					

Notes to the Capital Works Statement for period ended February 2023

- 1) Bridges Projected Full Year \$201k less than Adopted Forecast Q2 and 2022/2023 Adopted Budget. This favourable variance is due to the timing of bridge renewal works on the Watt Road Bridge (\$150k) and Toolamba Bridge (\$150k) .
- 2) Buildings Projected Full Year is \$366k less than 2022/2023 Adopted Budget and \$153k less than Adopted Forecast Q2. This favourable variance is due to a decrease in Building Renewals caused by the difficulty in engaging tradesmen who are otherwise occupied with flood damage works.
- 3) Computers and Telecommunications Projected Full Year is \$515k more than 2022/2023 Adopted Budget. This unfavourable variance is due to the multi-financial year desktop refresh project (\$493k).
- 4) Drainage YTD Actual is \$665k more than YTD Adopted Forecast Q2. This unfavourable variance is due to timing of Stadium/Munarra Wetland and Drainage Upgrade (\$664k).
Drainage Projected Full Year is \$237k more than 2022/2023 Adopted Budget. This unfavourable variance is due to the reprioritisation of drainage renewal projects (\$150k) and the change in scope of works of Southdown Precinct Yakka Basin Landscaping (\$55k) and the timing of North East Retention Basin project (\$40k).
- 5) Footpaths and Cycleways YTD Actuals is \$298k more than YTD Adopted Forecast Q2 due to timing of the Footpath Renewal works.
Footpaths and Cycleways Projected Full Year is \$5.74m less than 2022/2023 Adopted Budget and \$5.74m less than Adopted Forecast Q2 due to the Strategic Cycling Corridor being deferred to future financial years
- 6) Land Projected Full Year is \$308k more than 2022/2023 Adopted Budget . This unfavourable variance is related to the Farquharson Land Acquisition.
- 7) Land Improvements Projected Full Year is \$342k less than 2022/2023 Adopted Budget. This unfavourable variance is mostly due to Karibok Park Stage 2 Vaughan and Rowe St works (\$415k).
- 8) Parks, Open Space & Streetscape Projected Full Year is \$139k less than 2022/2023 Adopted Budget and \$157k less than Adopted Forecast Q2. This favourable variance is mostly due to delays in Playground and Border Renewals (\$100k) caused by contractor availability from the October flood event and a delay in the Victoria Park Lake Pedestrian Lighting (60k).
- 9) Plant Machinery & Equipment Projected Full Year is \$1.62m less than 2022/2023 Adopted Budget and \$1.94, less than Adopted Forecast Q2. This favourable variance is mostly due to the timing of larger plant items and fleet renewals.
- 10) Roads Projected Full Year is \$7.98m less than 2022/2023 Adopted Budget and \$6.48m less than Adopted Forecast Q2. These favourable variances are mostly due to due to the deferral of the Fryers Street and Railway Parade Upgrade (\$5.1m) and Knight and Hawdon Street Upgrade (\$5.15m) into future financial years.