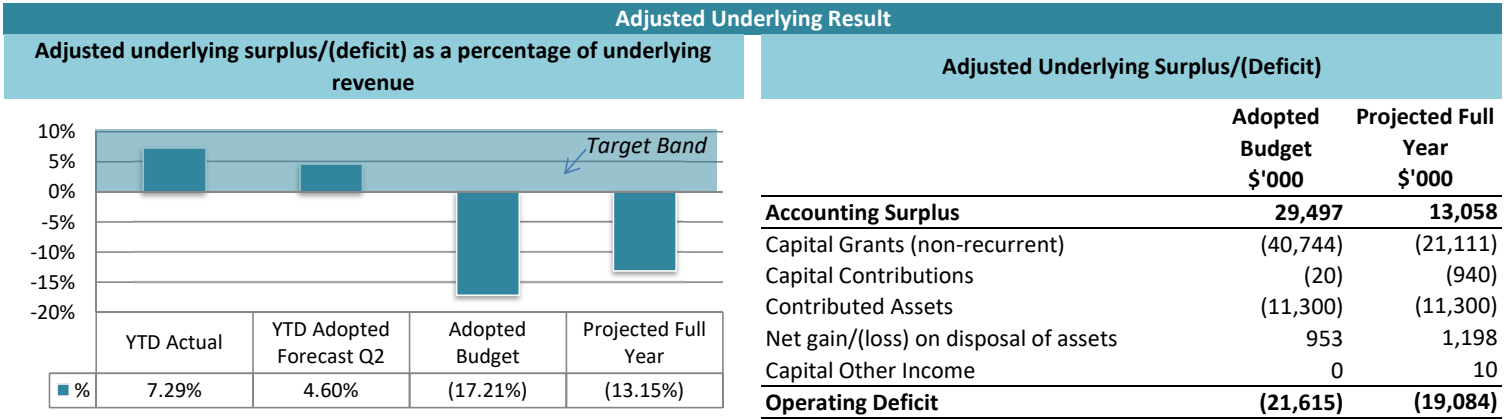


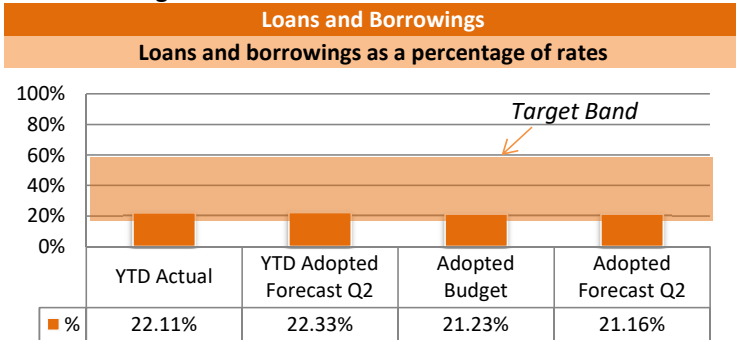
MONTHLY FINANCIAL REPORT MARCH 2023

Operating Performance

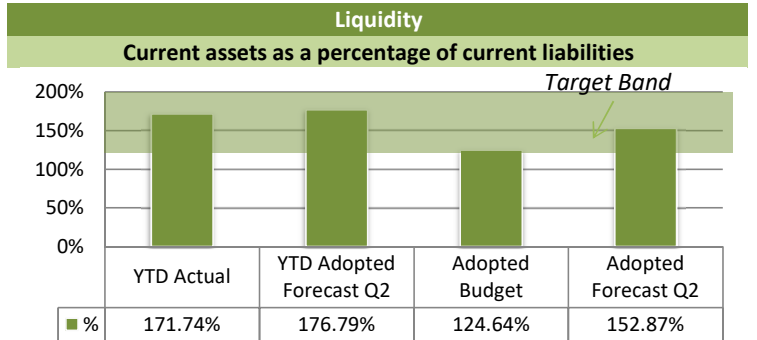


The accounting surplus has been adjusted to reflect the true operating result by removing items that do not fund Council operations. Capital income including non-recurrent grants, contributions and other capital income is used to fund the capital works program, while contributed assets and the net loss on disposal of assets are non-cash items. While YTD Actual and YTD Budget balances in Adjusted Underlying Surplus/(Deficit) and Working Capital are now within the target band, it is expected to continue to fall towards the Projected Full Year deficit as the major income item (Rates \$86m) was processed at the start of the financial year but expenditure is processed as it is incurred with a quarter of the year to go.

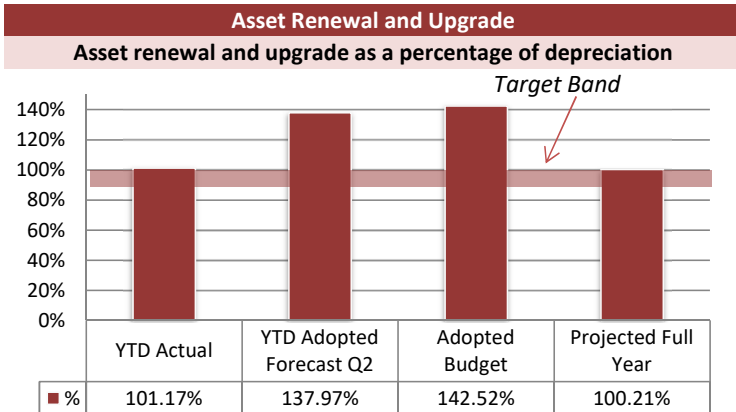
Financial Obligations



Financial Health



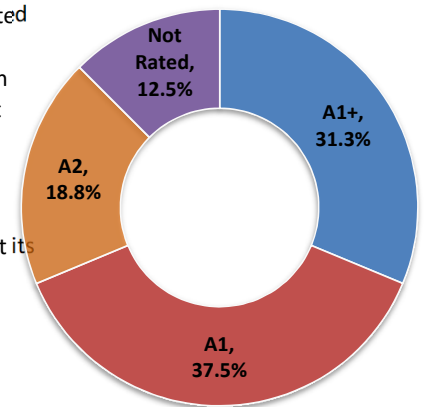
Asset Renewal



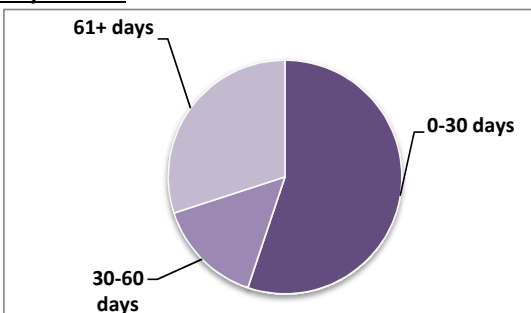
Investments

There is currently \$32m invested at an average interest rate of 3.8%. \$4m is invested in Green Term Deposits. \$659k 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

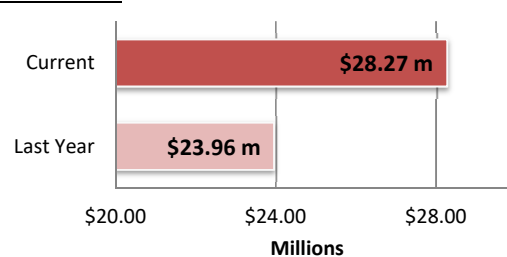


Sundry Debtors



0-30 days	30-60 days	61+ days
\$ 1,214,779	\$ 327,411	\$ 660,759

Rates Debtors



- 4th quarterly instalment for 2022/2023 is due end of May 2023
- Total 34,249 Rate assessments
- 348 Payment arrangements:
 - Down 8 from February 2023

Greater Shepparton City Council
Operating Statement
for period ended March 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	Budget	Budget	Forecast Q2	Year	Budget	Forecast Q2
Budget	Forecast Q2		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	87,014	86,725	87,572	(0.6%)	(1.0%)	87,081	87,048	87,529	(0.5%)	(0.6%)
Statutory Fees	2,306	2,868	2,954	(28.1%)	(3.0%)	3,078	4,051	4,040	(31.3%)	0.3%
User Charges*	13,689	10,647	10,812	21.0%	(1.5%)	19,176	16,914	14,508	24.3%	14.2%
Operating Grants*	22,444	22,419	23,335	(4.0%)	(4.1%)	25,936	27,099	26,932	(3.8%)	0.6%
Operating Contributions*	472	548	610	(29.2%)	(11.3%)	683	767	771	(12.9%)	(0.6%)
Other Income*	745	1,229	1,590	(113.3%)	(29.3%)	1,055	1,864	2,054	(94.7%)	(10.2%)
Total Operating Revenue	126,671	124,436	126,873	(0.2%)	(2.0%)	137,009	137,743	135,834	0.9%	1.4%
Expenses from Operating Activities										
Employee Costs*	42,695	40,505	40,157	(5.9%)	(0.9%)	57,250	55,509	53,578	(6.4%)	(3.5%)
Materials and Services*	37,116	33,283	35,116	(5.4%)	5.5%	48,905	49,017	49,512	1.2%	1.0%
Bad & Doubtful Debts	62	360	285	363.6%	0.0%	62	362	484	680.0%	33.7%
Depreciation	27,518	27,038	26,403	(4.1%)	(2.3%)	36,609	36,609	36,609	0.0%	0.0%
Amortisation	383	463	489	27.6%	5.6%	704	704	704	0.0%	0.0%
Borrowing Costs	420	420	420	0.0%	(0.0%)	714	719	719	0.7%	0.0%
Finance Costs - Leases	9	11	14	47.9%	21.0%	11	11	11	0.0%	0.0%
Other Expenses	483	457	522	8.1%	14.4%	688	628	643	(6.5%)	2.5%
Total Operating Expenses	108,685	102,536	103,405	(4.9%)	0.8%	144,944	143,560	142,260	(1.9%)	(0.9%)
ADJUSTED OPERATING RESULT	17,986	21,900	23,468	(30.5%)	(7.2%)	(7,935)	(5,817)	(6,427)	19.0%	(10.5%)

**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 (\$86.7m) and YTD Actual (\$87.6m) balances due to the full amount of the 2022/2023 rates being raised in July 2022. This impacts the Adjusted Operating Result (YTD Actual \$14.80m surplus, from the income statement) which will reduce throughout the remaining quarter of 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 \$962km (31.3%) 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 \$4.67m (24.3%) less than 2022/2023 Adopted Budget and \$2.41m (14.2%) less than Adopted Forecast Q2. These unfavourable variances are mostly due to reduced children services income (\$774k) 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 (\$1.13m), Subdivision Supervision fees (\$325k) due to reduced stages in development subdivisions, lower than anticipated throughput at the Saleyards (\$225k) and the impact of the October flood event on Aquamoves operations (\$401k) and the Victoria Lake Caravan Park (\$298k).

Operating Grants are projecting to be fairly steady with the 2022/2023 Adopted Budget. This majority of the variance in operating grants from the income statement are non-recurrent due to relating to the October 2022 flood event and non-council assets including 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 \$999k 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 \$3.67m (6.4%) less than 2022/2023 Adopted Budget and \$1.93m (3.5%) 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 (\$146k).

Materials and Services is projecting to be \$607k more than 2022/2023 Adopted Budget. This unfavourable variance includes increases in fuel expenditure (\$350k) and external labour for staff vacancies (\$515k).

Bad and Doubtful Debts is projecting to be \$422k 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	10,157	5,061	0	4,904	10,584	3,906
SUBTOTAL - Flood	0	4,075	10,157	5,061	0	4,904	10,584	3,906
Office handset renewal	250	250	250	39	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	346	0	0	0	0
Benalla Road upgrade - Florence Street slip lane	1,699	1,699	1,843	858	746	746	746	0
Stadium/Munarra utilities upgrade	332	332	45	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	1,119	501	835	835	0
Numurkah Road/Hawkins St Intersection	100	100	0	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	3,842	2,075	1,247	1,581	1,581	0
Total excluded from Operating Statement	4,388	8,896	14,761	7,482	1,247	6,485	12,164	3,906

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 March, the following income and expenditure areas (summarised in the table above) were impacted:

User Charges - An additional \$1.83m 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 \$5.7m is projected to be received for initial flood clean-up and emergency response; \$1.5m from the Council Flood Support Fund and \$4.2m 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 \$3.05m is expected from insurance claim activity.

Employee Costs - Additional employee costs of \$554k 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 \$9.6m 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

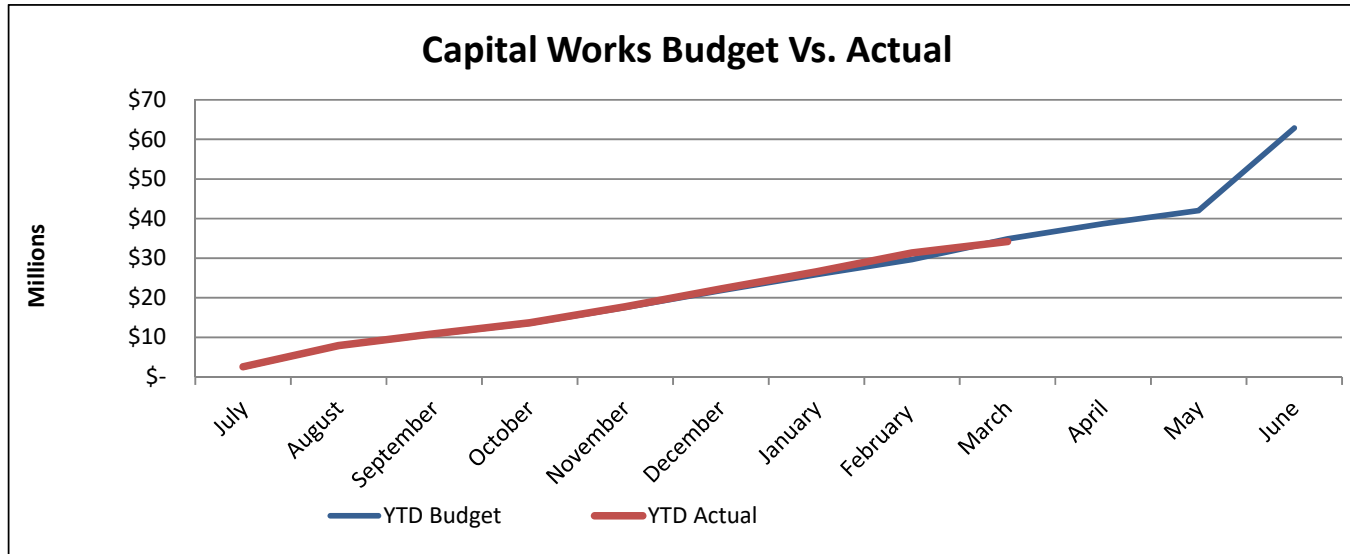
period ended March 2023

	YEAR TO DATE					FULL YEAR				
	2022/2023	2022/2023	2022/2023	YTD	YTD	2022/2023	2022/2023	2022/2023	Adopted	Adopted
	YTD	YTD	YTD	Adopted	Adopted	Adopted	Adopted	Projected	Budget	Forecast Q2
	Adopted	Adopted	Actual	Budget	Forecast Q2	Budget	Forecast Q2	Full Year	Variance	Variance
Budget	Forecast Q2		Variance	Variance	Budget	Forecast Q2	Full Year	(Fav)/Unfav	(Fav)/Unfav	
	\$'000	\$'000	\$'000	(Fav)/Unfav	(Fav)/Unfav	\$'000	\$'000	\$'000	%	%
				%	%				%	%
Capital Income										
Capital Grants	33,896	1,751	1,279	96.2%	27.0%	41,371	36,549	22,196	46.4%	39.3%
Capital Contributions	0	330	1,257	(100.0%)	(281.5%)	20	607	940	(4,599.7%)	(54.8%)
Proceeds from Sale of Assets	676	579	661	2.2%	(14.3%)	1,817	1,817	967	46.8%	46.8%
Total Capital Income	34,573	2,659	3,197	90.8%	(20.2%)	43,208	38,972	24,102	44.2%	38.2%
Capital Expenditure										
Renewal	16,238	14,672	14,603	10.1%	0.5%	21,114	20,569	19,810	6.2%	3.7%
Upgrade	21,729	12,532	12,108	44.3%	3.4%	31,060	29,401	16,875	45.7%	42.6%
New	4,076	3,544	3,375	17.2%	4.8%	5,177	7,644	5,443	(5.1%)	28.8%
Expansion	3,967	3,123	3,134	21.0%	(0.4%)	4,077	4,085	3,508	14.0%	14.1%
Total Capital Expenditure	46,010	33,871	33,220	27.8%	1.9%	61,429	61,698	45,635	25.7%	26.0%

**Capital expenditure totals exclude Project Management Office expenditure

Capital Grants Projected Full Year is \$19.18m (46.4%) less than 2022/2023 Adopted Budget and \$14.35m (39.3%) 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, and Maude St Mall Redevelopment funding reduced by \$3.0m due to the project coming in under budget.

Capital Expenditure is projected to be \$15.79m (25.7%) less than Adopted Forecast Q2 and \$16.06m (26%) 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
74.29%	90.00%

Greater Shepparton City Council
Income Statement
for period ended March 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	87,014	86,725	87,572	(0.6%)	(1.0%)	87,081	87,048	87,529	(0.5%)	(0.6%)	
Statutory Fees	2,306	2,868	2,954	(28.1%)	(3.0%)	3,078	4,051	4,040	(31.3%)	0.3%	1
User Charges	13,689	12,198	12,529	8.5%	(2.7%)	19,176	18,465	16,341	14.8%	11.5%	2
Operating Grants	11,278	13,087	14,358	(27.3%)	(9.7%)	16,017	20,312	23,043	(43.9%)	(13.4%)	3
Operating Contributions	472	548	610	(29.2%)	(11.3%)	683	1,322	3,826	(460.2%)	(189.5%)	4
Other	745	1,229	1,590	(113.3%)	(29.3%)	1,055	1,864	2,054	(94.7%)	(10.2%)	5
Total Operating Revenue	115,505	116,655	119,613	(3.6%)	(2.5%)	127,090	133,062	136,832	(7.7%)	(2.8%)	
Expenses from Operating Activities											
Employee Costs	42,695	41,031	40,713	(4.6%)	(0.8%)	57,250	56,035	54,132	(5.4%)	(3.4%)	
Materials and Services	39,223	36,583	42,041	7.2%	14.9%	53,293	57,387	63,718	19.6%	11.0%	6
Bad & Doubtful Debts	62	360	285	363.6%	(20.7%)	62	362	484	680.0%	33.7%	7
Depreciation	27,518	27,038	26,403	(4.1%)	(2.3%)	36,609	36,609	36,609	0.0%	0.0%	
Amortisation - Leases	383	463	489	27.6%	5.6%	704	704	704	0.0%	0.0%	
Borrowing Costs	420	420	420	0.0%	(0.0%)	714	719	719	0.7%	0.0%	
Finance Costs - Leases	9	11	14	47.9%	21.0%	11	11	11	0.0%	0.0%	
Other Expenses	483	457	522	8.1%	14.4%	688	628	643	(6.5%)	2.5%	
Total Operating Expenses	110,792	106,362	110,887	0.1%	4.3%	149,332	152,455	157,021	5.1%	3.0%	
UNDERLYING OPERATING RESULT	4,713	10,293	8,726	(85.1%)	15.2%	(22,242)	(19,393)	(20,189)	9.2%	(4.1%)	
Non-operating Income and Expenditure											
Capital Grants	33,896	1,751	1,279	96.2%	27.0%	41,371	36,549	22,196	46.4%	39.3%	8
Capital Contributions	0	330	1,257	(281.5%)		20	607	940	(4,599.7%)	(54.8%)	9
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	676	579	661	2.2%	(14.3%)	1,817	1,817	967	46.8%	46.8%	10
Written Down Value of Asset Disposals	(2,077)	(648)	(674)	67.6%	(4.1%)	(2,769)	(2,769)	(2,165)	21.8%	21.8%	11
Other Revenue	0	0	0			0	0	10			
Total Non Operating Items	40,029	5,542	6,053	84.9%	(9.2%)	51,739	47,503	33,247	35.7%	30.0%	
ACCOUNTING SURPLUS/(DEFICIT)	44,743	15,835	14,779	67.0%	6.7%	29,497	28,110	13,058	55.7%	53.5%	

Notes to the Income Statement for period ended March 2023

1) Statutory Fees Projected Full Year is \$962k 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 \$2.83m less than 2022/2023 Adopted Budget and \$2.12m less than Adopted Forecast Q2. These unfavourable variances are mostly due to reduced children services income (\$774k) 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 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 (\$348k).

3) Operating Grants is \$1.27m more than YTD Adopted Forecast Q2. Projected Full year is \$7.03m more than 2022/2023 Adopted Budget and \$2.73m more than Adopted Forecast Q2. These favourable variances are mostly impacted by additional grant funding received for the October Flood Event (\$5.70m) including Council Flood Support fund \$1.50m and Disaster Recovery Funding based on an estimate on the projected Employee Costs and Materials and Services expenditure incurred to date that 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 (\$306k).

4) Operating Contributions Projected Full Year is \$2.50m more than Adopted Forecast Q2 and \$3.14m more than 2022/2023 Adopted Budget. These favourable variances mostly relate to projected insurance claims resulting from the October 2022 Flood event (\$3.05m).

5) Other Income Projected Full Year is \$999k more than 2022/2023 Adopted Budget, \$190k more than Adopted Forecast Q2 and YTD is \$361k more than YTD Adopted Forecast Q2. This favourable variance is mostly due to additional interest income from Council investments due to increases to interest rates now forecast to \$911k.

6) Materials and Services Projected Full Year is \$6.33m more than Adopted Forecast Q2 and \$10.43m 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, external labour to cover staff vacancies (\$539k) and expenditure associated with increased Arboriculture works as a result of the October 2022 Flood impact, December and March storm events (unfunded) (\$263k), Kerbside Bin maintenance (\$230k), 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).

7) Bad & Doubtful Debts Projected Full Year is \$122k more than Adopted Forecast Q2 and Projected Full Year is \$422k more than 2022/2023 Adopted Budget. These unfavourable variances reflect the anticipated increase in parking infringement income and level of collectability.

8) Capital Grants Projected Full Year is \$19.18m less than 2022/2023 Adopted Budget and \$14.35m 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. The variance is also impacted by the Maude Street Mall Redevelopment coming in under budget so funding for the project reduced by \$3m.

9) Capital contributions YTD Actuals is \$927k more than YTD Adopted Forecast Q2. This favourable variance is mostly due to the additional contributions for Marlboro Drive Upgrade (\$228k), SAM (\$200k), Mooroopna West Growth Corridor DCP Flood Mitigation (\$151k) and Davies Road Upgrade (\$115k).

10) 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 March 2023

	Total Actual June 2022	Adopted Budget June 2023	Adopted Forecast Q2 June 2023	YTD Adopted Budget 2023	YTD Adopted Forecast Q2 2023	YTD Actual 2023	Total Actual June 2022 Variance (Fav)/Unfav %	Adopted Budget Variance (Fav)/Unfav %	Notes
	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000			
Current Assets									
Cash and Cash Equivalent	32,245	19,471	22,576	27,461	29,741	14,133	56.2%	27.4%	
Receivables	16,000	13,774	13,529	45,588	36,282	35,667	(122.9%)	(158.9%)	1
Other Financial Assets	16,000	-	9,000	-	20,000	22,000	(37.5%)		
Inventories	159	156	159	263	265	231	(44.8%)	(47.8%)	
Assets Held for Resale	711	63	-	711	711	711	0.0%	(1,027.8%)	2
Other Assets	1,804	1,579	1,804	284	347	523	71.0%	66.9%	
Total Current Assets	66,918	35,043	47,068	74,306	87,346	73,265	(9.5%)	(109.1%)	
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	1,312,827	1,306,300	1,305,513	(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	287	285	281	29.7%	(14.2%)	
Total Non Current Assets	1,329,897	1,396,823	1,396,414	1,342,917	1,340,748	1,340,094	(0.8%)	4.1%	
Total Assets	1,396,816	1,431,866	1,443,482	1,417,224	1,428,094	1,413,359	(1.2%)	1.3%	
Current Liabilities									
Trade & Other Payables	21,089	9,142	11,966	18,559	35,339	21,596	2.4%	136.2%	
Trust Funds	5,103	3,656	5,103	10,825	8,656	8,720	70.9%	138.5%	
Provisions	11,766	12,332	10,721	11,664	11,362	11,364	(3.4%)	(7.8%)	
Interest Bearing Liabilities	2,780	2,856	2,870	942	942	942	(66.1%)	(67.0%)	
Lease Liabilities	158	129	129	41	42	38	(75.8%)	(70.4%)	
Total Current Liabilities	40,896	28,115	30,789	42,032	56,340	42,660	4.3%	51.7%	
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	84,716	99,025	85,345	2.1%	24.5%	
Net Assets	1,313,235	1,363,306	1,373,007	1,332,508	1,329,069	1,328,014	(1.1%)	2.6%	
Represented By									
Accumulated Surplus	499,867	526,354	527,978	520,212	515,701	514,645	(3.0%)	2.2%	
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	1,332,508	1,329,069	1,328,014	(1.1%)	2.6%	

Notes to the Balance Sheet as at March 2023

1) Receivables is showing a larger YTD Adopted Budget and YTD Actual balance than Adopted Budgets 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. This has since been forecast back down as the assets are not going to be sold this financial year.

Greater Shepparton City Council

Cash Flow Statement as at March 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	79,895	85,775	87,588	(9.6%)	(2.1%)
Payments to suppliers	(110,745)	(116,046)	(103,942)	(63,395)	(85,394)	(17.8%)	34.7%
Net cash inflow(outflow) from customers(suppliers)	(3,930)	(9,075)	(24,047)	22,380	2,194	(109.1%)	(90.2%)
Interest received	140	600	(17)	441	512	3171.2%	(16.1%)
Government receipts	55,612	57,436	45,175	14,839	19,417	57.0%	(30.9%)
Contributions	703	1,400	707	1,112	2,102	(197.2%)	(89.0%)
Net cash inflow(outflow) from operating activities	52,525	50,361	21,818	38,772	24,225	11.0%	(37.5%)
Cash flows from investing activities							
Net movement in other financial assets	13,553	7,000	16,000	(4,000)	(6,000)	137.5%	185.7%
Infrastructure, property, plant & equipment - proceeds	500	1,816	676	579	661	2.2%	(14.3%)
Infrastructure, property, plant & equipment - payments	(62,596)	(67,757)	(40,895)	(35,469)	(34,567)	(15.5%)	(2.5%)
Other	-	-	-	-	-		0.0%
Net cash inflow(outflow) from investing activities	(48,543)	(58,941)	(24,218)	(38,890)	(39,905)	(64.8%)	(2.6%)
Cash flows from financing activities							
Finance Cost	(714)	(711)	(420)	(420)	(460)	9.7%	9.6%
Proceeds from interest bearing loans and borrowings	-	-	-	-	-		
Repayment of interest-bearing loans and borrowings	(2,762)	(2,759)	(1,838)	(1,838)	(1,838)	(0.0%)	(0.0%)
Interest Paid - Lease Liability	(11)	(11)	(9)	(11)	(14)	47.9%	21.0%
Repayment of Lease Liability	(158)	(158)	(117)	(116)	(120)	2.4%	2.9%
Net cash inflow(outflow) from financing activities	(3,645)	(3,639)	(2,384)	(2,385)	(2,432)	2.0%	1.9%
Net increase(decrease) in cash and equivalents	337	(12,219)	(4,784)	(2,504)	(18,112)	278.6%	623.4%
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	27,461	29,741	14,133	48.5%	52.5%

Greater Shepparton City Council
Capital Works Statement
 period ended March 2023

Capital Works Area	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 %	Note
Aerodrome	0	0	0			0	0	0			
Bridges	480	134	176	(63%)	31%	701	701	500	(29%)	(29%)	1
Buildings	1,759	821	673	(62%)	(18%)	2,592	2,378	1,989	(23%)	(16%)	2
Computer & Telecommunications	130	146	154	18%	5%	280	700	658	135%	(6%)	3
Drainage	415	432	1,162	180%	169%	444	689	625	41%	(9%)	4
Fixture Fittings and Furniture	196	141	141	(28%)	0%	246	246	226	(8%)	(8%)	
Footpaths & Cycleways	4,447	1,355	1,515	(66%)	12%	7,693	7,694	1,796	(77%)	(77%)	5
Land	0	308	324		5%	0	308	326		6%	6
Land Improvements	1,580	1,394	1,048	(34%)	(25%)	1,657	2,054	1,186	(28%)	(42%)	7
Off Street Car Parks	0	0	0			0	0	0			
Parks, Open Space & Streetscape	2,043	1,373	1,372	(33%)	(0%)	2,271	2,289	1,732	(24%)	(24%)	8
Plant Machinery & Equipment	2,189	2,863	2,980	36%	4%	5,281	5,603	3,323	(37%)	(41%)	9
Recreational Leisure and Community Facilities	5,805	3,509	3,071	(47%)	(12%)	5,930	5,947	5,444	(8%)	(8%)	10
Roads	25,755	20,146	19,285	(25%)	(4%)	32,683	31,177	25,962	(21%)	(17%)	11
Waste Management	1,012	1,047	1,054	4%	1%	1,115	1,378	1,366	23%	(1%)	12
Other Infrastructure	199	201	266	34%	32%	535	535	503	(6%)	(6%)	
Project Management Office	902	1,003	977	8%	(3%)	1,167	1,167	1,167	0%	0%	
Total Capital Works	46,912	34,874	34,196	(27%)	(2%)	62,596	62,865	46,802	(25%)	(26%)	

Capital Works Area	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 %	Note
Renewal	16,238	14,672	14,603	(10%)	(0%)	21,114	20,569	19,810	(6%)	(4%)	
Upgrade	21,729	12,532	12,108	(44%)	(3%)	31,060	29,401	16,875	(46%)	(43%)	
New	4,076	3,544	3,375	(17%)	(5%)	5,177	7,644	5,443	5%	(29%)	
Expansion	3,967	3,123	3,134	(21%)	0%	4,077	4,085	3,508	(14%)	(14%)	
Project Management Office	902	1,003	977	8%	(3%)	1,167	1,167	1,167	0%	0%	
Total Capital Works	46,912	34,874	34,196	(27%)	(2%)	62,596	62,865	46,802	(25%)	(26%)	

Notes to the Capital Works Statement for period ended March 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 \$603k less than 2022/2023 Adopted Budget and \$390k 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 and movement of a portion of the budget to operating.
- 3) Computers and Telecommunications Projected Full Year is \$378k more than 2022/2023 Adopted Budget. This unfavourable variance is due to the multi-financial year desktop refresh project (\$493k) partially offset by the delay of the Firewall EOL until December 2023 (\$150k).
- 4) Drainage YTD Actual is \$730k more than YTD Adopted Forecast Q2. This unfavourable variance is due to timing of Stadium/Munarra Wetland and Drainage Upgrade (\$762k) partially offset by the Southdown Precinct Yakka Basin Landscaping project being completed under budget (\$29k).
Drainage Projected Full Year is \$181k more than 2022/2023 Adopted Budget. This unfavourable variance is mostly due to the reprioritisation of drainage renewal projects (\$150k).
- 5) Footpaths and Cycleways YTD Actuals is \$160k more than YTD Adopted Forecast Q2. This unfavourable variance is due to timing of the Footpath Renewal works.
Footpaths and Cycleways Projected Full Year is \$5.90m less than 2022/2023 Adopted Budget and \$5.90m less than Adopted Forecast Q2. This favourable variance is due to the Strategic Cycling Corridor being deferred to future financial years (\$5.75m) and delay in the purchase of land for the Share Path Extension Route 2 KidsTown to Gemmill swamp (\$160k).
- 6) Land Projected Full Year is \$326k more than 2022/2023 Adopted Budget . This unfavourable variance is related to the Farquharson Land Acquisition.
- 7) Land Improvements YTD Actual is \$346k less than YTD Adopted Forecast Q2. This favourable variance is due to the reduced budget on the overall SAM Precinct Works project with the project on track to finish under budget in April.
Land Improvements Projected Full Year is \$471k less than 2022/2023 Adopted Budget and \$868k less than Adopted Forecast Q2. This favourable variance is mostly due to the overall budget reduction on the SAM Precinct Works (\$802k) and the rebudget of the Katandra West Hall Landscaping into 2023/2024 with the variance to the Adopted budget being offset by the Karibok Park Stage 2 Vaughan and Rowe St works (\$417k).
- 8) Parks, Open Space & Streetscape Projected Full Year is \$539k less than 2022/2023 Adopted Budget and \$557k 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, the McLennan Street Landscaping tender being abandoned due to tender being over budget (\$300k), and the Investigation & Design Bike Jumps removed from this years budget while land acquisition discussions are in progress (\$200k).
- 9) Plant Machinery & Equipment Projected Full Year is \$1.96m less than 2022/2023 Adopted Budget and \$2.28m less than Adopted Forecast Q2. This favourable variance is mostly due to the timing of larger plant items and fleet renewals which are now expected to arrive in September.
- 10) Recreational Leisure and Community Facilities YTD Actuals is \$438k less than YTD Adopted Forecast Q2. This favourable variances is mainly due to the timing of the Shepparton Sports and Events Centre Stage 1 project and the Stadium/Munarra Wetland & Drainage Upgrade project being pushed back due to significant rains in the first half of the financial year.
Recreational Leisure and Community Facilities Projected Full Year is \$487k less than 2022/2023 Adopted Budget and \$503k less than Adopted Forecast Q2. This favourable variance is the Vibert Reserve Pavilion Redevelopment Stage 3 Construction (\$431k) and postponed Irrigation Renewals works due to wet weather and the Ferrari Park Irrigation not proceeding in this budget (\$133k).