

Greater Shepparton City Council

MONTHLY FINANCIAL REPORT

November 2023

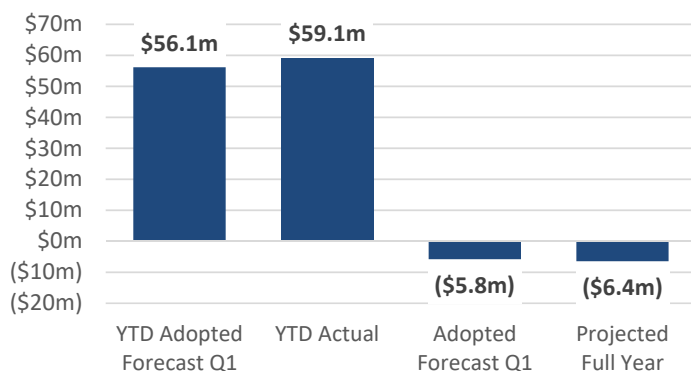
Overview

The November 2023 Monthly Financial Report provides commentary on year-to-date (YTD) budget performance and projected forecast variances, with a focus on Council's financial sustainability measures.

- The Projected Full Year operating result is deficit of \$6.4m, which reflects the continued challenges Council faces in sustainable delivery of services the community value and need.
- Council has already completed \$17.4m of this years capital works program. This includes delivery of works to repair Council roads that were impacted by the October 2022 Flood totaling \$8.5m so far.
- Since the Q1 Adopted Forecast, the capital works projected full year has decreased by \$7m to \$51.1m largely due to project cost reductions and project deferrals. These movements mostly relate to the deferral of Cormorant Park and abandonment of the Shepparton Resource Recovery Centre Upgrade Project, with further explanation provided in the notes to the Capital Works Statement.
- Rates payments collection are currently ahead of the prior year. This is primarily due to the decision to extend the deadline for the previous year's November instalment as a relief measure due to the October 2022 Flood. Currently, 62% of the rates payments are outstanding, compared to 67% at the same time last year. Customer's having difficulty paying should contact Council to discuss alternative payment options.

Financial Sustainability Indicators

Operating Result (Internal Non-Audited Indicator)

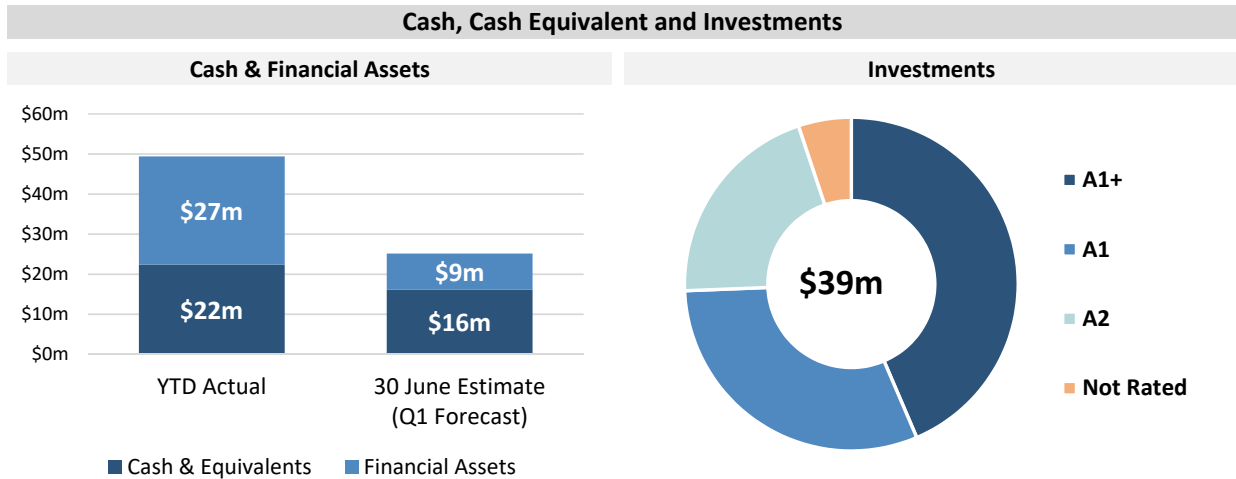


The Operating Result adjusts Council's accounting result to reflect the true operating result.

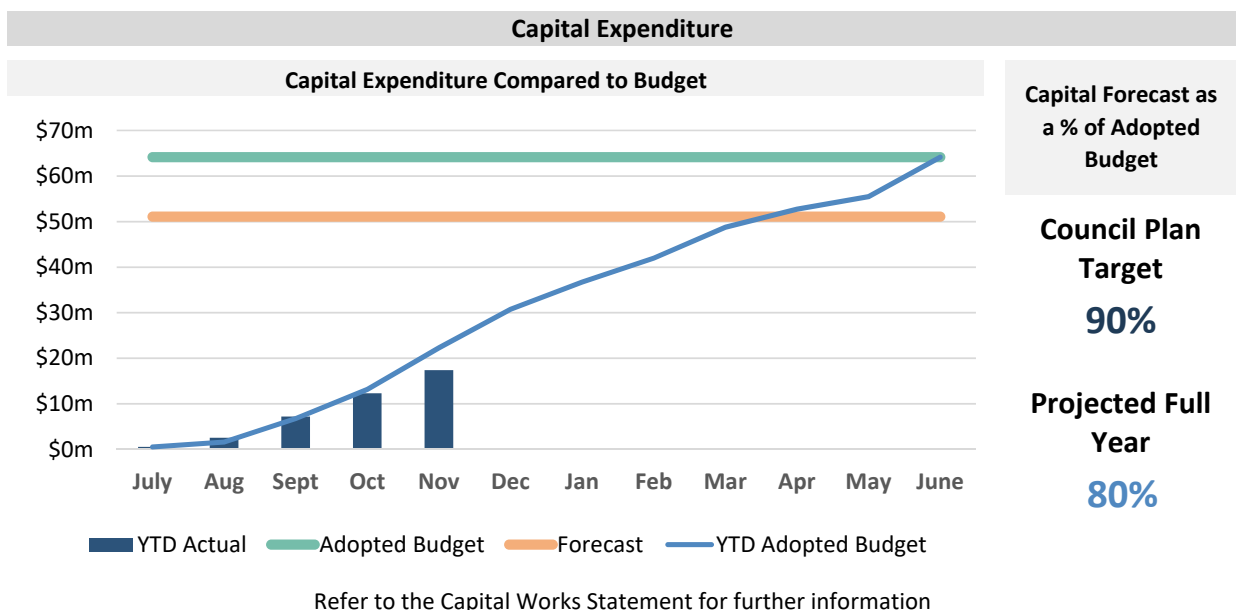
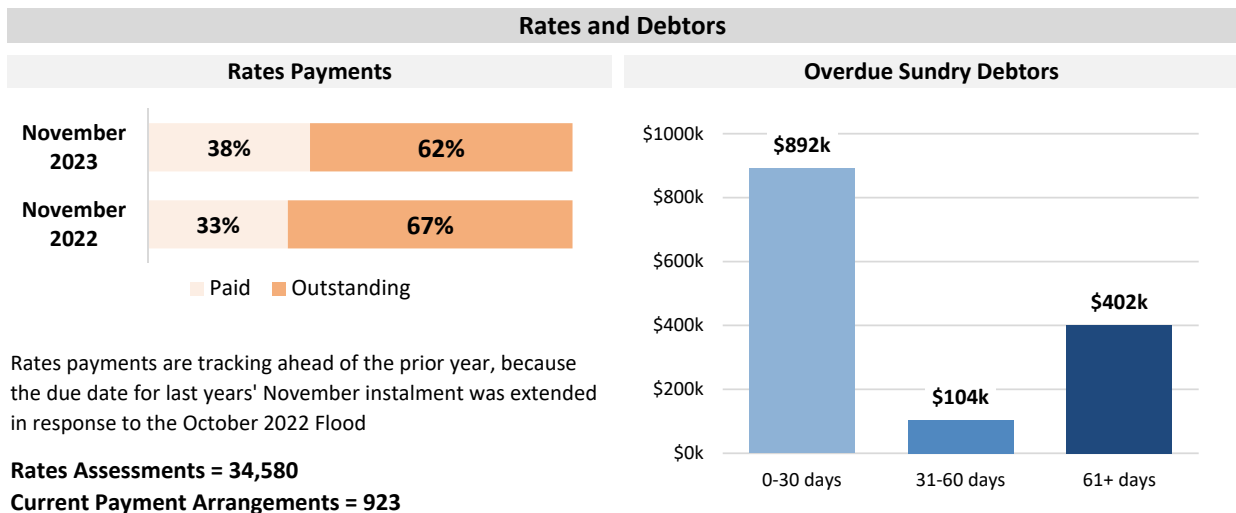
Income that does not fund Council operations is removed (capital & non-cash income) and the Federal Financial Assistance Grants income is adjusted to remove the impact of early receipts.

Refer to the income statement for explanations on material movements.

Indicator	Financial Plan Target	Adopted Budget	Q1 Adopted Review	Projected Full Year	Status
\$ Adjusted Underlying Result	Achieve and maintain a true underlying surplus (greater than \$0)	(\$7.8m)	(\$22.1m)	(\$22.7m)	Declining
% Adjusted Underlying Result	As above (greater than 0%)	(5.2%)	(16.0%)	(16.3%)	Declining
Capital Renewal & Upgrade / Depreciation	Ensure sufficient spend on renewing/upgrading existing assets (greater than 100%)	119%	105%	94%	Declining
Liquidity	Maintain sufficient working capital to meet obligations as they fall due (greater than 100%)	139%	138%	N/A	Steady



Total cash and financial assets is expected to reduce in the lead up to end of financial year. At November 2023, Council had \$39m invested, including \$2m of Green Term Deposits. The average interest rate of investments is 5% with YTD interest earned of \$746k. Recent cash rate increases have impacted favourably on interest rates.



Greater Shepparton City Council
Income Statement
for period ended November 2023

Notes	YEAR TO DATE					FULL YEAR				
	2023/2024 YTD Adopted Budget	2023/2024 YTD Q1 Adopted Forecast	2023/2024 YTD Actuals	YTD Adopted Budget Variance (Fav)/Unfav	YTD Adopted Forecast Q1 Variance (Fav)/Unfav	2023/2024 Adopted Budget	2023/2024 Q1 Adopted Forecast	2023/2024 Projected Full Year	Adopted Budget Variance (Fav)/Unfav	Adopted Forecast Q1 Variance (Fav)/Unfav
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Revenues from Operating Activities										
Rates and Charges	91,602	91,715	91,753	(152) ▫	(39) ▫	91,773	91,910	91,960	(188) ▫	(50) ▫
Statutory Fees	1,991	1,885	1,910	81 ▫	(25) ▫	4,751	4,702	4,702	49 ▫	0 ▫
User Charges	7,325	6,718	6,655	671 ▫	64 ▫	19,993	19,724	19,641	352 ▫	83 ▫
Operating Grants	5,495	5,290	5,175	320 ▫	115 ▫	29,800	13,933	14,301	15,499 ▼	(368) ▫
Operating Contributions	640	2,736	2,458	(1,818) ▲	277 ▼	876	3,801	4,314	(3,438) ▲	(513) ▲
Recurrent Capital Grants	488	163	203	285 ▼	(41) ▫	1,627	1,627	1,627	0 ▫	0 ▫
Other	1,322	1,276	1,467	(145) ▲	(192) ▲	1,958	2,489	2,714	(757) ▲	(225) ▫
Total Operating Revenue	108,863	109,782	109,622	(759)	160	150,778	138,187	139,261	11,517	(1,074)
Expenses from Operating Activities										
Employee Costs	24,808	24,130	23,636	(1,171) ▫	(493) ▫	59,397	59,573	59,345	(52) ▫	(228) ▫
Materials and Services	26,231	24,763	24,809	(1,422) ▫	45 ▫	56,866	58,340	60,282	3,416 ▫	1,942 ▫
Bad & Doubtful Debts	118	283	282	164 ▲	(1) ▫	354	354	354	0 ▫	0 ▫
Depreciation	15,689	15,711	16,743	1,054 ▫	1,033 ▫	39,593	39,593	39,593	0 ▫	0 ▫
Amortisation - Leases and Intangibles	164	215	215	51 ▫	(0) ▫	573	573	573	0 ▫	0 ▫
Borrowing Costs	109	266	274	165 ▲	8 ▫	628	628	628	0 ▫	0 ▫
Finance Costs - Leases	3	2	3	0 ▫	1 ▫	7	7	7	0 ▫	0 ▫
Net Loss on Disposal of Assets	1,581	111	487	(1,094) ▼	376 ▫	473	473	473	0 ▫	0 ▫
Other Expenses	332	342	325	(7) ▫	(17) ▫	704	727	752	48 ▫	26 ▫
Total Operating Expenses	69,033	65,822	66,774	(2,259)	952	158,595	160,268	162,008	3,413	1,740
ADJUSTED UNDERLYING RESULT	39,830	43,959	42,848	(3,018)	1,112	(7,817)	(22,081)	(22,747)	14,929	666
Non-operating Income and Expenditure										
Non Recurrent Capital Grants	0	3,041	2,947	(2,947) ▲	94 ▫	19,694	14,566	13,461	6,233 ▼	1,105 ▼
Capital Contributions	353	119	139	215 ▼	(20) ▫	2,192	2,190	2,190	2 ▫	0 ▫
Contributed Assets	17,875	0	606	17,269 ▼	(606) ▲	17,875	17,875	17,875	0 ▫	0 ▫
Total Non Operating Items	18,228	3,160	3,692	14,537	(532)	39,762	34,631	33,526	6,236	1,105
ACCOUNTING SURPLUS/(DEFICIT)	58,058	47,119	46,539	11,519	580	31,945	12,550	10,780	21,165	1,771

Notes to the Income Statement for period ended November 2023

1	Operating Grants Projected Full Year is \$15.5m less than Adopted Budget largely due to receipt of \$16.3m of Federal Financial Assistance Grants that relate to the current financial year in 2022/2023.
2	Operating Contributions YTD Q1 Adopted Forecast is \$277k unfavourable mainly due to delays in receiving insurance claim (\$363k) related to Vic Caravan Park, which is partially offset by higher than expected property insurance income (\$44k). Projected Full Year income is \$3.4m more than the Adopted Budget. This favourable variance mostly relates to projected insurance claims resulting from the October 2022 Flood event (\$2.8m) and March 2023 Storm event (\$446k). Projected Full Year income exceeds Q1 Adopted Forecast by \$513k, driven by additional contributions to the Recreational Land Fund (\$150k) and anticipated income from October 2022 Flood insurance claim (\$355k).
3	Other Income YTD variance is favourable by \$192k mostly due to timing of receipt of certain incomes as well as better than expected treasury investment income (by \$23k) due to early receipt of federal assistance grant. Projected Full Year is \$757k favourable compared to the 2023/2024 Adopted Budget and \$225k favourable to the Adopted Q1 Forecast. This positive variance is largely attributed to more favourable interest income generated from Council's financial investments.
4	Materials and Services have increased by \$1.9m compared to the Q1 Adopted Forecast Review, primarily due to higher expenditure on the Benalla Road Upgrade project (\$421k for Telstra works not budgeted for), Goulburn River Stabilisation Works (\$446k) funded by the Council Flood Support Funding, and additional costs expected due to current contamination rates in kerbside organic bins (\$405k).
5	Net Loss on Disposal of Assets YTD Adopted Budget variance of \$1m favourable, is due to the timing of processing asset disposals. The Projected Full Year remains steady with the Adopted Budget.
6	Capital Grants Full Year Projection is \$6.2m unfavourable compared to the Adopted Budget and \$1.1m unfavourable compared to the Q1 Forecast. This is mainly due to removing the income attached to the now removed Shepparton Resource and Recovery Centre project (\$342k) and removing the income attached to the now delayed Mooroopna Local Area Traffic Management project (\$755k) as funding will not be received this financial year. The remaining unfavourable variance (\$5m) compared to Adopted Budget is primarily due to a reduction in the Sealed Road Remediation Program resulting from the October 2022 Flood after validation of condition data was completed.
7	Contributed Assets YTD variance is \$606k favourable to the Q1 Adopted Forecast due to timing of the project completion. No change to the total projected contribution.

Greater Shepparton City Council

Balance Sheet

as at 30 November 2023

	FULL YEAR			YEAR TO DATE	MOVEMENT
	Total Actual June 2023	Adopted Budget June 2024	Adopted Forecast Q1 June 2024	YTD Actual 2024	June 2023 vs. YTD Actual (Fav)/Unfav
	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000	\$ ' 000
Current Assets					
Cash and Cash Equivalent	37,376	14,269	16,151	22,375	15,001
Receivables	15,380	13,725	13,609	65,289	(49,908)
Other Financial Assets	12,000	10,000	9,000	27,000	(15,000)
Inventories	125	159	125	202	(77)
Assets Held for Resale	454	-	454	189	264
Other Assets	3,095	1,804	1,723	630	2,464
Total Current Assets	68,429	39,957	41,061	115,684	(47,255)
Non Current Assets					
Investment in Associates	1,873	1,885	1,872	1,873	-
Infrastructure	1,325,908	1,419,723	1,393,942	1,326,613	(705)
Intangible Assets	36,511	31,749	36,061	36,383	129
Right-of-use Assets	262	123	139	195	67
Total Non Current Assets	1,364,554	1,453,480	1,432,014	1,365,063	(509)
Total Assets	1,432,984	1,493,437	1,473,075	1,480,748	(47,764)
Current Liabilities					
Trade & Other Payables	14,068	9,588	9,725	10,453	(3,615)
Trust Funds	6,046	5,103	6,047	11,466	5,420
Provisions	10,616	10,721	10,616	10,800	185
Interest Bearing Liabilities	2,870	3,221	3,221	2,164	(705)
Lease Liabilities	146	133	133	86	(59)
Total Current Liabilities	33,745	28,766	29,742	34,970	1,225
Non Current Liabilities					
Provisions	19,160	24,036	19,007	19,160	-
Interest Bearing Liabilities	15,554	14,236	14,236	15,554	-
Lease Liabilities	133	-	-	133	-
Total Non Current Liabilities	34,846	38,272	33,243	34,846	-
Total Liabilities	68,591	67,038	62,986	69,816	1,225
Net Assets	1,364,393	1,426,399	1,410,089	1,410,932	(46,539)
Represented By					
Accumulated Surplus	530,007	547,738	542,556	576,546	46,539
Reserves	834,386	878,661	867,534	834,386	-
Total Equity	1,364,393	1,426,399	1,410,089	1,410,932	(46,539)

Notes to the Balance Sheet as at 30 November 2023

Receivables YTD Actual balance is high due to the 2023/2024 rates being raised in July 2023. These balances will reduce throughout the financial year as rates debtors payments are received.

Other Financial Assets YTD Actual from June 2023 is high due to investing cash available into term deposits until it is required for expenditure later in the financial year.

Greater Shepparton City Council
Cash Flow Statement
for period ended November 2023

	FULL YEAR		YEAR TO DATE
	2023/2024 Adopted Budget \$ ' 000	2023/2024 Adopted Forecast Q1 \$ ' 000	2023/2024 YTD Actual \$ ' 000
Cash flows from operating activities			
Receipts from customers	116,430	117,927	56,091
Payments to suppliers	(118,288)	(120,907)	(52,682)
Net cash inflow(outflow) from customers(suppliers)	(1,858)	(2,980)	3,409
Interest received	896	1,342	406
Government receipts	50,634	30,234	10,364
Contributions	3,068	5,991	3,863
Net cash inflow(outflow) from operating activities	52,740	34,587	18,041
Cash flows from investing activities			
Net movement in other financial assets	10,000	3,000	(15,000)
Infrastructure, property, plant & equipment - proceeds	1,147	1,147	304
Infrastructure, property, plant & equipment - payments	(64,152)	(58,223)	(17,270)
Other	-	-	-
Net cash inflow(outflow) from investing activities	(53,005)	(54,076)	(31,966)
Cash flows from financing activities			
Finance Cost	(618)	(618)	(308)
Proceeds from interest bearing loans and borrowings	2,000	2,000	-
Repayment of interest-bearing loans and borrowings	(2,966)	(2,966)	(705)
Interest Paid - Lease Liability	(7)	(7)	(3)
Repayment of Lease Liability	(129)	(146)	(59)
Net cash inflow(outflow) from financing activities	(1,720)	(1,737)	(1,076)
Net increase(decrease) in cash and equivalents	(1,985)	(21,225)	(15,001)
Cash and equivalents at the beginning of the year	16,254	37,376	37,376
Cash and equivalents at the end of the year	14,269	16,151	22,375

Greater Shepparton City Council
Capital Works Statement
 for period ended November 2023

Capital Works Area	Note	YEAR TO DATE					FULL YEAR				
		2023/2024	2023/2024	2023/2024	YTD	YTD	2023/2024	2023/2024	2023/2024	Adopted	Adopted
		YTD	YTD	YTD	Adopted	Adopted	Adopted	Adopted	Projected	Budget	Forecast Q1
		Adopted	Adopted	Actual	Budget	Forecast Q1	Budget	Forecast Q1	Full Year	Variance	Variance
			(Fav)/Unfav	(Fav)/Unfav				(Fav)/Unfav	(Fav)/Unfav		
		\$ ' 000	\$ ' 000	\$ ' 000	\$	\$	\$ ' 000	\$	\$	\$	
Aerodrome		90	0	0	(90) ▫	0 ▫	175	175	108	(67) ▫	(67) ▫
Bridges		0	0	0	0 ▫	0 ▫	2,144	2,142	2,142	(2) ▫	0 ▫
Buildings		668	691	599	(69) ▫	(93) ▫	2,096	2,228	2,220	124 ▫	(8) ▫
Computer & Telecommunications		394	9	5	(389) ▼	(4) ▫	676	687	687	11 ▫	0 ▫
Drainage	1	320	164	119	(201) ▼	(45) ▼	4,126	4,126	2,835	(1,290) ▼	(1,290) ▼
Fixture Fittings and Furniture		55	87	86	31 ▫	(0) ▫	55	90	90	35 ▫	0 ▫
Footpaths & Cycleways		1,192	683	954	(238) ▼	271 ▫	3,225	3,225	3,258	33 ▫	33 ▫
Land		0	0	0	0 ▫	0 ▫	0	0	0	0 ▫	0 ▫
Land Improvements		5	7	4	(0) ▫	(2) ▫	163	140	178	15 ▫	38 ▫
Off Street Car Parks		0	0	0	0 ▫	0 ▫	0	0	0	0 ▫	0 ▫
Parks, Open Space & Streetscape	2	290	174	129	(161) ▼	(45) ▫	6,022	5,739	3,988	(2,033) ▼	(1,750) ▼
Plant Machinery & Equipment		2,179	1,856	1,898	(281) ▼	41 ▫	5,976	6,121	6,121	145 ▫	0 ▫
Recreational Leisure and Community Facilities	3	1,239	975	279	(960) ▼	(696) ▼	2,359	2,412	2,600	241 ▲	188 ▫
Roads	4	15,193	14,369	12,606	(2,587) ▼	(1,763) ▼	30,131	24,011	23,020	(7,111) ▼	(990) ▫
Waste Management	5	44	48	31	(13) ▫	(17) ▫	5,186	5,302	2,052	(3,135) ▼	(3,250) ▼
Other Infrastructure		153	52	59	(94) ▫	7 ▫	615	578	578	(37) ▫	0 ▫
Project Management Office		500	588	606	106 ▲	17 ▫	1,202	1,202	1,202	0 ▫	0 ▫
Total Capital Works		22,322	19,705	17,376	(4,946)	(2,329)	64,151	58,177	51,079	(13,072)	(7,098)
Capital Works Area		2023/2024	2023/2024	2023/2024	YTD	YTD	2023/2024	2023/2024	2023/2024	Adopted	Adopted
		YTD	YTD	YTD	Adopted	Adopted	Adopted	Adopted	Projected	Budget	Forecast Q1
		Adopted	Adopted	Actual	Budget	Forecast Q1	Budget	Forecast Q1	Full Year	Variance	Variance
		Budget	Forecast Q1		Variance	Variance	Budget	Forecast Q1		(Fav)/Unfav	(Fav)/Unfav
		\$ ' 000	\$ ' 000	\$ ' 000	\$	\$	\$ ' 000	\$ ' 000	\$ ' 000	\$	\$
Renewal		17,001	14,974	13,544	(3,457) ▼	(1,430) ▼	37,185	30,885	31,213	(5,971) ▼	328 ▲
Upgrade		2,380	2,516	2,146	(234) ▫	(371) ▼	10,087	10,692	6,038	(4,050) ▼	(4,654) ▼
New		1,752	1,349	674	(1,078) ▼	(676) ▼	13,883	13,603	10,852	(3,031) ▼	(2,751) ▼
Expansion		689	277	407	(282) ▼	130 ▫	1,794	1,794	1,774	(20) ▫	(20) ▫
Project Management Office		500	588	606	106 ▲	17 ▫	1,202	1,202	1,202	0 ▫	0 ▫
Total Capital Works		22,322	19,705	17,376	(4,946)	(2,329)	64,151	58,177	51,079	(13,072)	(7,098)

Notes to the Capital Works Statement for period ended November 2023	
1	Drainage Full Year Projected expense reduced by \$1.3m due to a reduction in the current year works on the Margaret Street Pump Station Upgrade project. The project will now be delivered across the current financial year and 2024/2025.
2	Parks, Open Space & Streetscape Full Year Projection is lower than the Q1 Forecast by \$1.75m due to the construction of Seven Creeks Estate - Cormorant Park DCP project (1.75m) being delayed to future financial years due to slow development sales.
3	Recreational Leisure and Community YTD variance of \$696k compared to the YTD Q1 Forecast is mainly due to timing of the Stadium and Munarra Upgrade works (\$686k).
4	Roads YTD variance is \$1.7m favourable to the Q1 Adopted Forecast largely attributed to the Road Sealing Program, which started later than planned due to the prioritisation of October 2022 Flood related works. Additionally, \$700k cost variance is due to revision of Sealed Road Remediation Project. Projected Full Year is \$7m less than 2023/2024 Adopted Budget and \$1m less than the Q1 Forecast. This variance is mainly due to the revision of the Sealed Roads Remediation project for the October 2022 Floods down by \$6.87m after validation of condition data was completed. Roads Projected Full Year is also impacted by the Mooroopna Local Traffic Management project (\$1.1m) which will be moved to future financial years in line with funding availability.
5	Waste Management Projected Full Year is \$3.25m less than the Q1 Forecast. This is due to a reduction in the expected purchase price of purple bins (\$666k) and reduction of the Shepparton Resource Recovery Centre Upgrade project while the scope of the project is reviewed (\$2.66m). These reductions are partially offset by an increase in the cost of the Ardmona Resource Recovery Centre Upgrade project (\$77k).

Greater Shepparton City Council
Operating Statement
for period ended November 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				
	2023/2024 YTD Adopted Budget \$'000	2023/2024 YTD Q1 Adopted Forecast \$'000	2023/2024 YTD Actuals \$'000	YTD Adopted Budget Variance (Fav)/Unfav \$	YTD Adopted Forecast Q3 Variance (Fav)/Unfav \$	2023/2024 Adopted Budget \$'000	2023/2024 Q1 Adopted Forecast \$'000	2023/2024 Projected Full Year \$'000	Adopted Budget Variance (Fav)/Unfav \$	Adopted Forecast Q3 Variance (Fav)/Unfav \$
	Revenues from Operating Activities									
Rates and Charges	91,602	91,715	91,753	(152) ▬	(39) ▬	91,773	91,910	91,960	(188) ▬	(50) ▬
Statutory Fees	1,991	1,885	1,910	81 ▬	(25) ▬	4,751	4,702	4,702	49 ▬	0 ▬
User Charges*	7,325	6,718	6,655	671 ▬	64 ▬	19,993	19,724	19,641	352 ▬	83 ▬
Operating Grants*	5,495	5,250	5,175	320 ▬	75 ▬	28,732	29,658	30,027	(1,294) ▬	(368) ▬
Operating Contributions*	640	736	458	182 ▼	277 ▼	876	1,330	1,498	(622) ▲	(168) ▲
Other Income*	1,322	1,276	1,467	(145) ▲	(192) ▲	1,958	2,489	2,714	(757) ▲	(225) ▬
Total Operating Revenue	108,375	107,579	107,418	957	161	148,083	149,814	150,543	(2,461)	(729)
Expenses from Operating Activities										
Employee Costs*	24,641	23,949	23,518	(1,123) ▬	(431) ▬	59,064	59,096	58,904	(160) ▬	(192) ▬
Materials and Services*	23,784	23,354	22,982	(802) ▬	(372) ▬	52,678	54,440	55,838	3,161 ▬	1,399 ▬
Bad & Doubtful Debts	118	283	282	164 ▲	(1) ▬	354	354	354	0 ▬	0 ▬
Depreciation	15,689	15,711	16,743	1,054 ▬	1,033 ▬	39,593	39,593	39,593	0 ▬	0 ▬
Amortisation	164	215	215	51 ▬	(0) ▬	573	573	573	0 ▬	0 ▬
Borrowing Costs	109	266	274	165 ▲	8 ▬	628	628	628	0 ▬	0 ▬
Finance Costs - Leases	3	2	3	0 ▬	1 ▬	7	7	7	0 ▬	0 ▬
Other Expenses	332	342	325	(7) ▬	(17) ▬	704	727	752	48 ▬	26 ▬
Total Operating Expenses	64,838	64,122	64,342	(496)	220	153,601	155,417	156,650	3,049	1,233
ADJUSTED OPERATING RESULT	43,536	43,457	43,076	460	381	(5,518)	(5,602)	(6,106)	588	504

*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.

Projects excluded from the Operating Statement

	INCOME				EXPENSE			
	2023/2024 Adopted Budget \$'000	2023/2024 Q1 Adopted Forecast \$'000	2023/2024 Projected Full Year \$'000	2023/2024 YTD Actuals \$'000	2023/2024 Adopted Budget \$'000	2023/2024 Q1 Adopted Forecast \$'000	2023/2024 Projected Full Year \$'000	2023/2024 YTD Actuals \$'000
October 2022 Flood Event								
Grants - Operating	1,068	110	110	0	0	0	0	0
Contributions - Monetary	0	2,471	2,816	2,000	0	0	0	0
Employee Costs	0	0	0	0	333	477	441	118
Materials and Services	0	0	0	0	1,735	2,684	2,918	1,127
SUBTOTAL - Flood	1,068	2,581	2,926	2,000	2,068	3,161	3,359	1,245
Office handset renewal	0	0	0	0	0	250	154	167
Orrvale Rd and Poplar Ave Roundabout Enabling Works	0	0	0	0	173	15	15	0
Rain Event - June 2023	0	0	0	0	0	0	0	65
SUBTOTAL - Non-recurrent Operating	0	0	0	0	173	265	169	233
Benalla Road upgrade - Florence Street slip lane	0	149	149	0	0	28	449	449
Stadium/Munarra utilities upgrade	0	147	147	0	0	0	0	0
Edgewater Estate Intersection	0	0	0	0	1,600	204	204	6
Wheeler St - New Dookie Rd Intersection	0	167	167	0	0	40	25	4
Numurkah Road/Hawkins St Intersection	0	0	0	0	100	100	100	11
Murchison-Toolamba Community Hub Design	0	0	0	0	80	80	80	0
V/Line Associated Works	0	0	0	0	500	500	500	0
SUBTOTAL - Non-Council Assets	0	464	464	0	2,280	951	1,357	470
Total excluded from Operating Statement	1,068	3,044	3,390	2,000	4,521	4,377	4,885	1,947

The impact of the October 2022 Flood Event on Council's financial position has continued into the 2023/2024 financial year. Funding opportunities and recovery expenditure will continue to be monitored. The figures included in these tables are only those for the 2023/2024 financial year, and as at the end of November, the following income and expenditure areas were impacted:

Operating Grants - \$110k of Connecting Community to Builders program funding is expected, with \$40k received to date.

Operating Contributions - Additional contributions of \$2.82m is expected from insurance claim activity which is \$345k more than the Q1 forecast, of which \$2m has been received YTD.

Employee Costs - Employee costs relates to the EMV Community Recovery Officer program.

Materials and Services - YTD expenditure mostly relates to insurance related works (\$980k) with the remaining expenditure related to grant income received in the prior financial year.

Capital - Note Council is also undertaking \$9.65m of sealed roads remediation works which is not captured in the above, as these works are capital works and therefore not included in the income statement. YTD expenditure of the sealed roads remediation works is \$8.5m.

Greater Shepparton City Council
Capital Summary
for period ended November 2023

	YEAR TO DATE					FULL YEAR				
	2023/2024	2023/2024	2023/2024	YTD	YTD	2023/2024	2023/2024	2023/2024	Adopted	Adopted
	YTD	YTD	YTD	Adopted	Adopted	Adopted	Adopted	Projected	Budget	Forecast Q1
	Adopted	Adopted	Actual	Budget	Forecast Q1	Budget	Forecast Q1	Full Year	Variance	Variance
Budget	Forecast Q1		Variance	Variance				(Fav)/Unfav	(Fav)/Unfav	
	\$'000	\$'000	\$'000	(Fav)/Unfav	(Fav)/Unfav	\$'000	\$'000	\$'000	\$	\$
Capital Income										
Capital Grants	488	3,204	3,150	(2,662) ▲	53 ▬	21,321	16,193	15,088	6,233 ▼	1,105 ▬
Capital Contributions	353	119	139	215 ▼	(20) ▬	2,192	2,190	2,190	2 ▬	0 ▬
Proceeds from Sale of Assets	39	358	304	(265) ▲	54 ▬	1,147	1,147	1,147	0 ▬	0 ▬
Total Capital Income	880	3,680	3,593	(2,713)	87	24,660	19,530	18,425	6,236	1,105
Capital Expenditure										
Renewal	17,001	14,974	13,544	(3,457) ▼	(1,430) ▬	37,185	30,885	31,213	(5,971) ▼	328 ▬
Upgrade	2,380	2,516	2,146	(234) ▬	(371) ▼	10,087	10,692	6,038	(4,050) ▼	(4,654) ▼
New	1,752	1,349	674	(1,078) ▼	(676) ▼	13,883	13,603	10,852	(3,031) ▼	(2,751) ▼
Expansion	689	277	407	(282) ▼	130 ▲	1,794	1,794	1,774	(20) ▬	(20) ▬
Project Management Office	500	588	606	106 ▲	17 ▬	1,202	1,202	1,202	0 ▬	0 ▬
Total Capital Expenditure	22,322	19,705	17,376	(4,946)	(2,329)	64,151	58,177	51,079	(13,072)	(7,098)