

Attachment Folder

Late Attachments Item 8.2 Ordinary Meeting

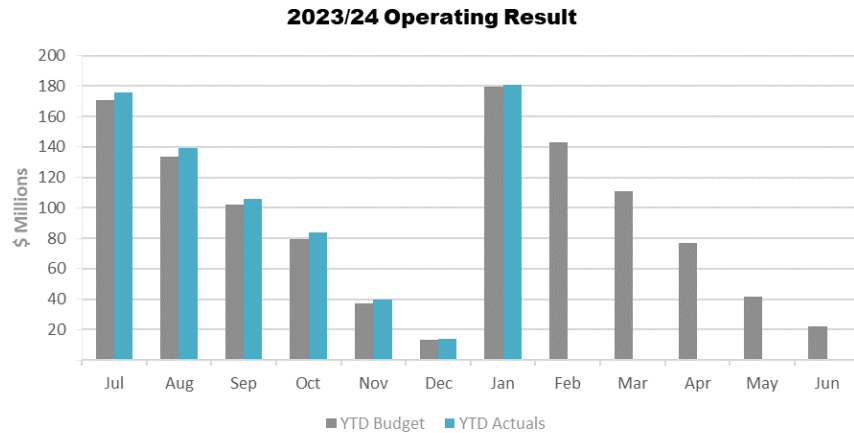
Thursday, 15 February 2024

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Statement of Income and Expenses

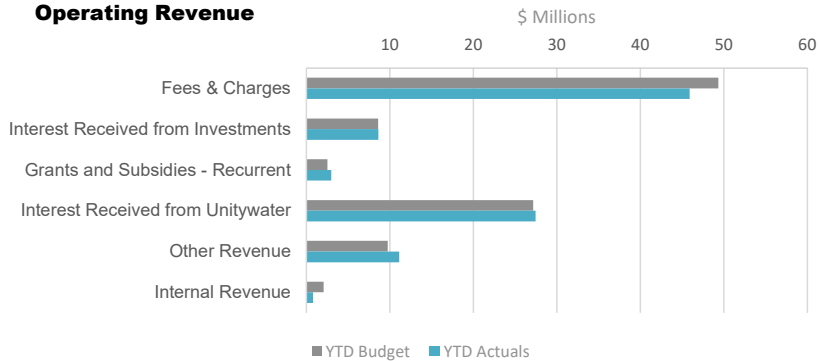


At the end of January 2024, Council has a positive operating result of \$182.5 million, which is \$3.2 million above the current budget.

Statement of Income & Expenses							
	Annual		YTD				Annual
	Original Budget \$000	Current Budget \$000	Current Budget \$000	Actuals \$000	Variance \$000	Variance %	Forecast Budget \$000
Operating Revenue							
General Rates	298,265	298,265	297,545	297,621	76	0.0%	298,265
Cleansing Charges	78,328	78,328	76,798	78,982	2,184	2.8%	78,328
Levies	28,756	30,352	27,302	27,633	331	1.2%	30,352
Fees and Charges	82,335	79,254	49,338	45,898	(3,439)	(7.0%)	79,254
Interest Received from Investments	13,850	15,350	8,579	8,615	36	0.4%	15,350
Operating Grants and Subsidies	14,977	18,537	2,517	2,972	455	18.1%	18,537
Operating Contributions	320	320	302	247	(55)	(18.3%)	320
Unitywater Participation	52,438	52,438	27,149	27,462	314	1.2%	52,438
Other Revenue	17,787	18,436	9,738	11,109	1,371	14.1%	18,436
Internal Sales/Recoveries	3,560	3,977	2,051	801	(1,250)	(60.9%)	3,977
Total Operating Revenue	590,615	595,258	501,318	501,341	22	0.0%	595,258
Operating Expenses							
Employee Costs	176,203	176,993	99,289	99,369	80	0.1%	176,993
Materials and Services	235,600	242,232	130,448	127,295	(3,153)	(2.4%)	242,232
Finance Costs	13,137	12,809	7,572	6,620	(952)	(12.6%)	12,809
Company Contributions	4,657	4,657	4,657	4,656	(0)	(0.0%)	4,657
Depreciation Expense	105,674	105,674	62,617	62,617	-	-	105,674
Other Expenses	26,732	26,876	13,945	14,843	898	6.4%	26,876
Recurrent Capital Expenses	4,000	4,000	3,408	3,408	-	-	4,000
Total Operating Expenses	566,003	573,241	321,935	318,808	(3,127)	(1.0%)	573,241
Operating Result	24,612	22,017	179,384	182,533	3,150	1.8%	22,017
Capital Revenue							
Capital Grants and Subsidies	70,836	99,758	24,725	24,725	(0)	(0.0%)	99,758
Capital Contributions - Cash	32,384	32,481	16,605	16,605	0	0.0%	32,481
Capital Contributions - Fixed Assets	82,820	82,820	2,027	2,027	(0)	(0.0%)	82,820
Total Capital Revenue	186,040	215,059	43,357	43,357	(0)	(0.0%)	215,059
Non-recurrent Expenses							
Profit/Loss on disposal, revaluation & impairment	-	-	-	1,926	1,926	-	-
Movements in landfill and quarry provisions	2,982	2,982	1,739	1,739	-	-	2,982
Recurrent Capital Expenses - Prior Year	-	-	-	5,155	5,155	-	-
Assets Transferred to Third Parties	-	-	-	-	-	-	-
Total Non-recurrent Expenses	2,982	2,982	1,739	8,821	7,082	407.2%	2,982
Net Result	207,671	234,095	221,002	217,070	(3,932)	(1.8%)	234,095

Operating Result – January 2024

Operating Revenue



Operating Summary						
	Annual		YTD			
	Original Budget \$000s	Current Budget \$000s	Current Budget \$000s	Actuals \$000s	Variance \$000s	Variance %
Operating Revenue	590,615	595,258	501,318	501,341	22	0.0%
Operating Expenses	562,003	569,241	318,527	315,400	(3,127)	(1.0%)
Recurrent Capital Expenses	4,000	4,000	3,408	3,408	-	-
Operating Result	24,612	22,017	179,384	182,533	3,150	1.8%
Capital Revenue	186,040	215,059	43,357	43,357	(0)	(0.0%)
Non-recurrent Expenses	2,982	2,982	1,739	8,821	7,082	407.2%
Net Result	207,671	234,095	221,002	217,070	(3,932)	(1.8%)

Substantial Revenue Variance for the Period Ending January 2024

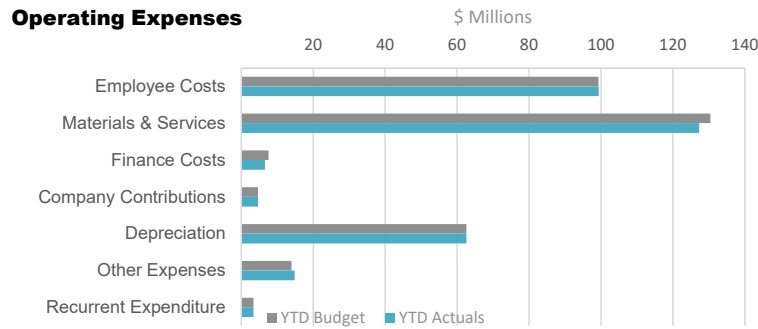
	Annual		YTD				Annual
	Original Budget \$000	Current Budget \$000	Current Budget \$000	Actuals \$000	Variance \$000	Variance %	Forecast Budget \$000
Operating Revenue							
Cleansing Charges	78,328	78,328	76,798	78,982	2,184	2.8%	78,328
Fees and Charges	82,335	79,254	49,338	45,898	(3,439)	(7.0%)	79,254
Other Revenue	17,787	18,436	9,738	11,109	1,371	14.1%	18,436

As at 31 January 2024, \$501 million operating revenue has been achieved which is on budget.

Significant revenue variances:

- **Cleansing Charges** – Commercial general waste collection charges ahead of budget.
- **Fees and Charges** – Council’s Holiday Parks revenue lower than budget for the month but ahead of budget year to date. Plumbing applications, Caloundra Music Festival and Quarry Services fees are \$1M below budget respectively.
- **Other Revenue** – Additional revenue received for environmental offsets and council owned properties lease revenue is higher than budget. Sale of an easement to Enerx assisting bottom line.

Operating Result – January 2024 (continued)



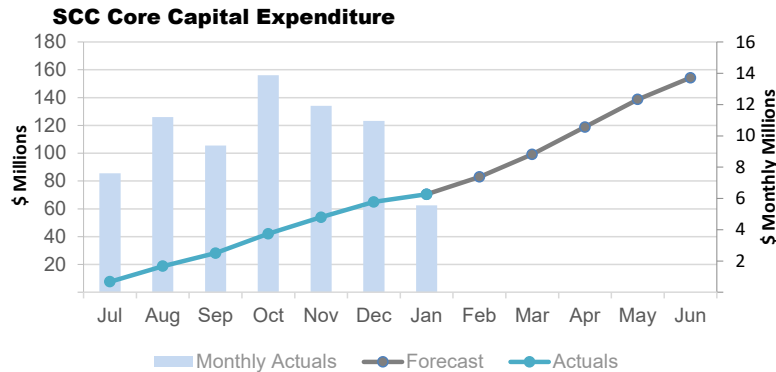
Operating Summary						
	Annual		YTD			
	Original Budget \$000s	Current Budget \$000s	Current Budget \$000s	Actuals \$000s	Variance \$000s	Variance %
Operating Revenue	590,615	595,258	501,318	501,341	22	0.0%
Operating Expenses	562,003	569,241	318,527	315,400	(3,127)	(1.0%)
Recurrent Capital Expenses	4,000	4,000	3,408	3,408	-	-
Operating Result	24,612	22,017	179,384	182,533	3,150	1.8%
Capital Revenue	186,040	215,059	43,357	43,357	(0)	(0.0%)
Non-recurrent Expenses	2,982	2,982	1,739	8,821	7,082	407.2%
Net Result	207,671	234,095	221,002	217,070	(3,932)	(1.8%)

Substantial Expenditure Variance for the Period Ending January 2024							
	Annual		YTD				Annual Forecast Budget \$000
	Original Budget \$000	Current Budget \$000	Current Budget \$000	Actuals \$000	Variance \$000	Variance %	
Operating Expenses							
Materials and Services	235,600	242,232	130,448	127,295	(3,153)	(2.4%)	242,232
Finance Costs	13,137	12,809	7,572	6,620	(952)	(12.6%)	12,809

As at 31 January 2024, \$319 million had been expended resulting in a variance of \$3.1 million (1.0%) lower than budget.

- **Materials and Services** – Lower than expected contractor expenses have been realised throughout various areas of Council including quarry services, Caloundra Music Festival, Waste Management, and Community Facilities. Solar Farm energy charges lower than budget
- **Finance costs** - interest expense on QTC debt. A portion of interest expense in the Waste branch has been classified as capital and transferred to the capital program.

Capital Expenditure - January 2024

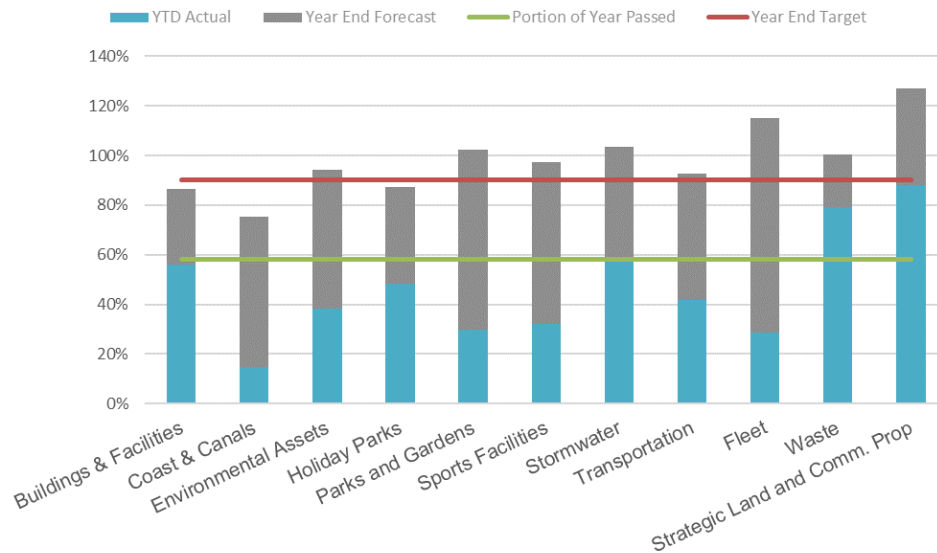


- On 31 January 2024, \$162 million (48.8%) of Council's \$332.6 million Capital Works Program had been financially expended.
- The Core Capital Program has progressed 41.6% of budget, an actual spend of \$70.5 million.
- Corporate Major Projects has progressed 58.1%
- A range of significant projects will move further into full construction during early 2024 including
 - Caloundra Centre Activation – Library
 - Honey Farm Road Sports and Recreation Precinct works
 - Stringybark Road Pedestrian and Cycle Bridge
 - Kawana Aquatic Centre Staged works

Capital Expenditure						
	Annual		YTD		Year End	
	Original Budget \$000s	Current Budget \$000s	Actuals \$000s	% of FY Budget Spent	Forecast Year End Actual	Forecast Year End Variance to Budget
Core Capital Works Program						
Aerodromes	845	995	266	26.7%	1,159	164
Buildings and Facilities	31,331	20,905	11,692	55.9%	18,096	(2,808)
Coast and Canals	2,087	6,267	915	14.6%	4,708	(1,559)
Environmental Assets	3,497	3,857	1,479	38.4%	3,628	(229)
Minor Works	5,020	5,814	1,592	27.4%	4,506	(1,308)
Holiday Parks	2,556	1,643	795	48.4%	1,435	(208)
Parks and Gardens	12,176	12,314	3,666	29.8%	12,618	304
Sports Facilities	19,438	10,621	3,428	32.3%	10,333	(288)
Quarries	-	-	41	-	41	41
Stormwater	15,515	11,230	6,494	57.8%	11,606	376
Transportation	87,862	95,963	40,126	41.8%	88,810	(7,153)
Total SCC Core Capital Program	180,328	169,609	70,495	41.6%	156,941	(12,667)
Disaster Recovery Funding Arrangements	40,089	41,553	5,335	12.8%	50,308	8,755
Fleet	5,242	4,000	1,152	28.8%	4,608	608
Information Technology	10,000	9,631	3,312	34.4%	9,032	(599)
Waste	25,203	49,503	39,247	79.3%	49,686	184
Corporate Major Projects	32,975	28,007	16,261	58.1%	26,270	(1,738)
Strategic Land and Commercial Properties	36,880	30,075	26,517	88.2%	38,148	8,073
Maroochydhore City Centre	-	275	37	13.5%	34	(241)
Sunshine Coast Airport Runway	-	-	41	-	1,526	1,526
Total Other Capital Program	150,389	163,044	91,903	56.4%	179,612	16,568
TOTAL	330,716	332,653	162,397	48.8%	336,553	3,901

Capital Expenditure – January 2024 (continued)

% YTD spent compared to profiled budget by Program



Coast and Canals

- \$2.5 million budget for Charles Clarke Park, works to start February 2024
- \$1.6 million budget for Outrigger Boat Ramp, works started September 2023 with completion in April 2024.

Building and Facilities

- \$20.9 million budget including community and corporate facilities is well progressed at 56%, with a spend of \$11.7 million

Fleet

- \$5.7 million on order, expecting \$4 million budget to be expended by the end of the 2023/24 financial year with \$1.14 million of fleet received so far.

Parks and Gardens

- \$3.6 million Coastal Pathways has progressed to 23% with a spend of \$843,000
- \$7.6 million Recreational Parks program has progressed 29% with a spend of \$2.2 million

Sports Facilities

- \$4.2 million Honey Farm Road Bulk Earthworks has progressed 4% with a spend of \$189,000

Strategic Land and Commercial Properties

- Acquisitions and negotiations for land associated with Council's trunk road infrastructure and open space requirements will continue through the new financial year, currently 86% expensed

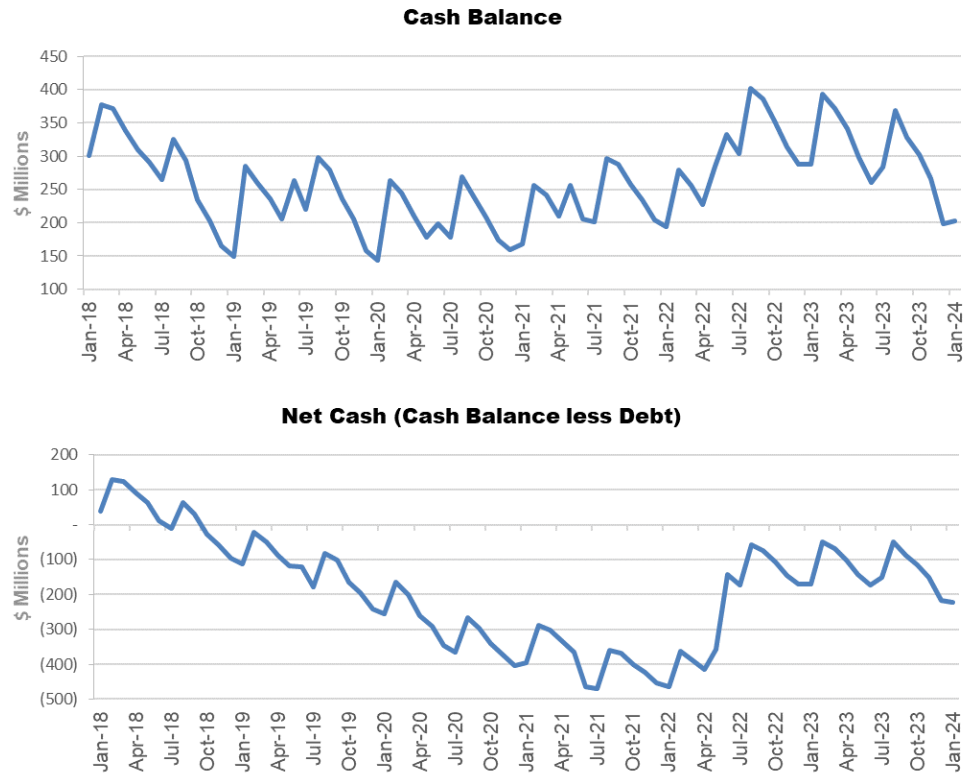
Transportation

- Council's \$25 million road resurfacing and rehabilitation program has progressed 60% with a spend of \$15 million
- Council's \$9.8 million Unsealed Road Upgrades program has progressed 72% with a spend of \$7.1 million
- Council's \$1.2 million bus stop program has progressed 46% with a spend of \$550,000
- Pedestrian and Cycling Enabling Facilities has progressed 57% with a spend of \$2.2 million

Waste

- Construction is complete on the new Material Resource Facility (MRF) and the facility is now operational at the Nambour Waste Precinct
- The Landfill Expansion liner component of the works are underway, with the Project now 85% complete.

Cash Flows and Balance Sheet



Cash and Balance Sheet		2023-24
		Current Budget \$000s
CASH FLOWS		
Opening Cash		260,120
Net Cash Inflow/(Outflows) from:		
Operating Activities		85,682
Investing Activities		(144,892)
Financing Activities		4,457
Net Increase/(decrease) in Cash Held		(54,753)
Cash at year end		205,367
BALANCE SHEET		
Current Assets		279,734
Non Current Assets		7,332,142
Total Assets		7,611,876
Current Liabilities		178,915
Non Current Liabilities		509,749
Total Liabilities		688,664
Net Community Assets/Total Community Equity		6,923,212

- Council's cash at 31 January 2024 is \$203.9 million
- Council's debt at 31 January 2024 is \$425 million

Debt

Sunshine Coast Council's debt program is governed by the 2023/24 Debt Policy, which was adopted with the Original Budget adoption on 22 June 2023.

New borrowings are undertaken in accordance with the Queensland Treasury Corporation Guidelines, the Statutory Bodies Financial Arrangements Act 1982 and Section 192 of the Local Government Regulation 2012.

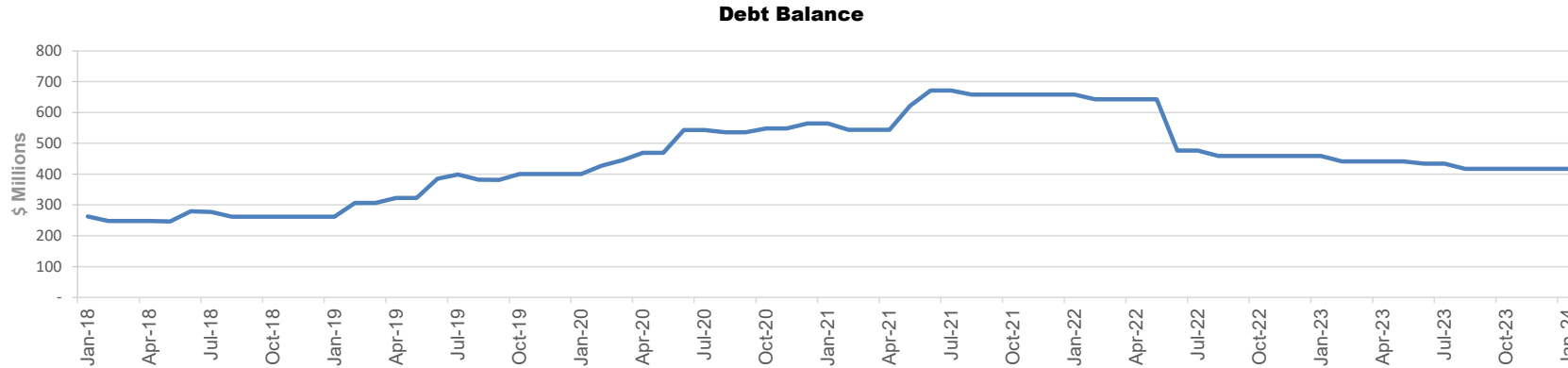
Council's anticipated borrowings for the 2023-24 financial year are forecast at \$28.5 million and relate to:

- \$26.6 million for Waste
- \$1.9 million for Holiday Parks

Council's current debt as at 31 January 2024 is \$425 million.

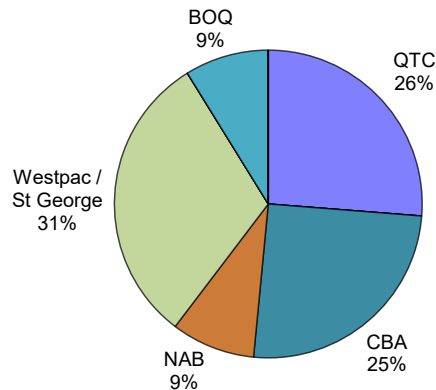
Debt - 2023/24				
	Opening Balance	Debt Redemption	New Borrowings	Closing Balance
	\$000	\$000	\$000	\$000
Sunshine Coast Council Core	335,286	18,103	28,542	345,724
Maroochydore City Centre	106,481	6,042	-	100,439
Total	441,767	24,145	28,542	446,164

Table 1: 2023/24 Adopted Debt Balance

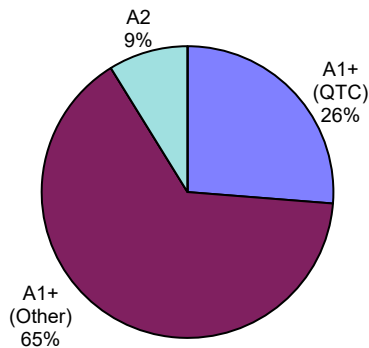


Investment Performance

Investment per financial institution (%)



Investment by Standard & Poor's (Short Term Credit Rating)



Investment Performance - January 2024			
Liquidity as at:		31/01/2024	
	\$'000's		
At-call accounts			
QTC + CBA (excl. trust)	73,882	32.56%	
Maturities within 7 days	-	0.00%	
Total at-call	73,882	32.56%	
Investment Policy Target		10.00%	

Term deposits maturing:		
	\$'000's	Count
within 30 days	40,000	4
30-59 days	20,000	2
60-89 days	50,000	5
90-179 days	20,000	1
180-364 days	-	-
1 year - 3 years	-	-
Total	130,000	12

	INVESTMENT SUMMARY (including Trust) as at:						Investment Policy	
	31/01/2024		31/10/2023		31/01/2023		Individual Limit	Group Limits
A1+ (QTC)	59,574	26%	88,708	27.2%	121,459	38.6%	100%	100%
A1+ (Other)	147,366	65%	196,984	60.5%	143,318	45.5%	40%	100%
A1	-	0%	10,000	3.1%	30,000	9.5%	30%	50%
A2	20,000	9%	30,000	9.2%	20,000	6.4%	30%	45%
A3	-	0%	-	0.0%	-	0.0%	5%	10%
Total Funds	226,940		325,692		314,777			
FUND SUMMARY								
General Funds	203,882		303,998		302,720			
Trust Funds	23,058		21,694		12,058			
Total Funds	226,940		325,692		314,777			

- All investment parameters remain within the guidelines established by the Investment Policy.
- For the month ending 31 January 2024 Council had \$203.9 million cash (excluding Trust Fund), with an average interest rate of 5.08%, being 0.61% above benchmark. This is compared to the same period last year with \$302.7 million cash (excluding Trust Fund) with an average interest rate of 4.13%, being 0.91% above benchmark.
- The benchmark used to measure performance of cash funds is Bloomberg AusBond Bank Bill index (BAUBIL).



2023/24 Financial Year Grant Funding							
	Description	Division	Suburb	Estimated Construction Start Month	Construction Completed Month	TOTAL Grant Revenue \$'000	Project Expenditure to date \$'000
Federal Government						(\$15,929)	\$4,984
1	Roads to Recovery Program					(\$3,686)	
Local Road and Community Infrastructure Grant Funding - Round 2 - Agreement end date 30 June 2022						(\$400)	\$429
2	H3799 - LRCIP2 - Zgrajewski Road Gravel Road Upgrade	Division 09	Yandina Creek	January 2022	November 2022	(\$400)	\$429
Local Road and Community Infrastructure Grant Funding - Round 3 - Agreement end date 30 June 2023						(\$770)	\$296
3	H5465 - LRCIP3 Lake Weyba Foreshore Trail Upgrade	Division 09	Lake Weyba			(\$370)	\$61
4	K2732 - LRCIP3 WOR LED Streetlighting Upgrades	Whole of Council			June 2024	(\$400)	\$235
Local Road and Community Infrastructure Grant Funding - Round 4 - Agreement end date 30 June 2025						(\$1,205)	\$3,308
5	H2063 - Power Memorial Park Renew Play Equipment	Division 08	Mudjimba			(\$265)	\$47
6	H7797 - Kawana Waters Regional Aquatic Centre	Division 03	Bokarina	March 2023	February 2024	(\$940)	\$3,261
Black Summer Bushfire Recover Grants Program						(\$459)	\$235
7	K3402 - Nambour Showgrounds PA System	Division 10	Nambour			(\$459)	\$235
Urban Congestion Fund						(\$4,337)	\$4,025
8	H3747 - Mooloolaba Transport Corridor - D and C	Division 04	Mooloolaba		February 2024	(\$4,337)	\$4,025
9	Recycling Modernisation Fund					(\$5,072)	
State Government						(\$80,686)	\$7,144
10	Disaster Recovery Funding Arrangements					(\$41,671)	
Blackspot Funding						(\$2,802)	\$238
11	K3443 - Blackspot Old Gympie Road Beerwah to Landsborough	Division 01	Beerwah			(\$66)	\$6
12	K3444 - Blackspot Ilkley Road Ilkley - Hazard Signage and Delineation Upgrade	Division 05	Ilkley			(\$258)	\$2
13	K3445 - Blackspot Brisbane Road Mooloolaba - Signal Upgrade	Division 04	Mooloolaba	February 2024	March 2024	(\$77)	\$1
14	K4894 - Blackspot - Beerburum Street and Cooroy	Division 02	Dicky Beach	March 2024	July 2024	(\$1,305)	\$110
15	K4895 - BlackSpot - Old Gympie Road	Division 01	Beerwah	May 2024	June 2024	(\$1,000)	\$6
16	K2085 - BlackSpot Edmund Street and William Street Intersection	Division 02	Shelly Beach			(\$97)	\$112
Local Government Alliance						(\$11)	\$0
17	B1514 - TMR Local Government Alliance	Whole of Council				(\$11)	\$0
2022-24 Local Government Grants and Subsidies Program						(\$686)	\$735
18	H5637 - Caloundra Headland Coastal Pathway	Division 02	Kings Beach	May 2023	July 2024	(\$686)	\$735
Walking Local Government Grants						(\$36)	\$17
19	K3037 - Walking Network Plans	Whole of Council				(\$36)	\$17
Queensland Transport MOU						(\$1,620)	\$86
20	H8786 - Design and Permits Outrigger Boat Ramp	Division 04	Minyama			(\$1,620)	\$86
Queensland Transport Cycle Network Program						(\$2,819)	\$182
21	H3839 - LGIP Stringybark Rd Footbridge-Pathway	Division 07	Sippy Downs	September 2023	December 2023	(\$2,800)	\$119
22	H4851 - LGIP Ballinger Rd Active Transport Link	Division 07	Buderim			(\$19)	\$63
Community Recreational Assets Recovery Resilience Program						(\$750)	\$495
23	H1977 - CRARRP - Maroochy Multi-Sports Development	Division 07	Maroochydhore			(\$297)	\$140
24	K4238 - CRARRP - Maroochydhore Regional Football	Division 07	Kunda Park			(\$40)	\$1
25	K4240 - CRARRP - Suncoast Hinterland BMX Club	Division 05	Landsborough	September 2023	September 2023	(\$81)	\$42
26	K4243 - CRARRP - Sugar Bag Eastern Trail Repairs	Division 02	Caloundra West			(\$279)	\$313
27	K4244 - CRARRP - Parklands Conservation Park Trails Restoration	Division 09	Bli Bli			(\$52)	\$0
28	Passenger Transport Accessible Infrastructure Program					(\$330)	
29	Passenger Transport Infrastructure Investment Program					(\$250)	
Minor Infrastructure Program						(\$840)	\$543
30	K3519 - Nambour Yandina United Football Club change rooms designs	Division 10	Yandina			(\$590)	\$501
31	H3892 - Lions-Norrie Job Park, Coolool Landscape Plan	Division 09	Coolool Beach			(\$250)	\$42

2023/24 Financial Year Grant Funding							
	Description	Division	Suburb	Estimated Construction Start Month	Construction Completed Month	TOTAL Grant Revenue \$'000	Project Expenditure to date \$'000
State Government (continued)							
School Transport Infrastructure Program						(\$1,551)	\$612
32	K4390 - STIP - Chancellor State College - Columbia Street	Division 06	Sippy Downs	November 2023	February 2024	(\$300)	\$322
33	K4382 - STIP - Currimundi State School Buderim	Division 03	Battery Hill			(\$253)	\$106
34	K4383 - STIP - Buderim Mountain State School Lindsay Road	Division 07	Buderim	March 2024	May 2024	(\$205)	\$9
35	K4384 - STIP - Peachester Primary School	Division 01	Peachester			(\$182)	\$27
36	K6235 - STIP - St Josephs School Reilly Road	Division 10	Nambour	October 2023	October 2023	(\$69)	\$46
37	K6236 - STIP - Mooloolaba State School	Division 04	Mooloolaba			(\$241)	\$94
38	K6533 - STIP - Caloundra State High School	Division 03	Little Mountain			(\$75)	\$0
39	K6537 - STIP - Kawana Waters State College	Division 03	Bokarina			(\$150)	\$7
40	K8539 - STIP - Caloundra City Private School	Division 02	Pelican Waters	February 2024	February 2024	(\$76)	\$1
Transport Infrastructure Development Scheme						(\$1,974)	\$658
41	H4615 - Sippy Downs School Precinct	Division 06	Sippy Downs			(\$690)	\$23
42	H4617 - Mooloolaba School Precinct	Division 04	Mooloolaba			(\$10)	\$0
43	H8416 - Emu Mountain Road Pathway Construction	Division 09	Coolum Beach			(\$120)	\$101
44	K1719 - Ridgeview Drive and Havana Road West jun	Division 09	Peregian Springs			(\$10)	\$9
45	K2723 - Camp Flat Road Upgrade Stage 4	Division 09	Bli Bli	September 2023		(\$1,144)	\$524
South East Queensland Community Stimulus Program - Agreement end date 30 June 2024						(\$2,512)	\$3,541
46	H1670 - SEQCSP First Avenue Streetscape	Division 04	Maroochydore	February 2024	June 2025	(\$910)	
47	K1618 - SEQCSP Caloundra Indoor Sports Stadium - Roof Replacement	Division 02	Caloundra	July 2023	December 2023	(\$357)	\$2,527
48	K1647 - SEQCSP Outrigger Park - Public Amenity	Division 04	Minyama			(\$178)	\$50
49	H7863 - SEQCSP Coolum Sports Complex intersection	Division 09	Coolum Beach	September 2023	November 2023	(\$647)	\$666
50	H4602 - SEQCSP Woombye Streetscape Placemaking	Division 05	Woombye	October 2022	April 2024	(\$50)	\$70
51	H4605 - SEQCSP Eumundi Town Centre Placemaking	Division 10	Eumundi	January 2024	June 2024	(\$170)	\$179
52	K1308 - SEQCSP Ocean Street Placemaking Renewal	Division 08	Maroochydore	September 2024	November 2024	(\$200)	\$49
Qcoast 2100						(\$250)	\$54
53	K4295 - Esplanade Golden Beach Foreshore Rehabilitation	Division 02	Golden Beach	February 2024	June 2024	(\$250)	\$54
QRA Recovery and Resilience Grant						(\$584)	\$1,208
54	K3786 - Brandenburg Road Section 9	Division 05	Mooloolah Valley			(\$584)	\$1,208
55	Recycling and Jobs Fund					(\$22,000)	
Project Complete							