

# Attachments

## **Item 8.1**

### **Ordinary Meeting**

**Thursday, 7 March 2024**



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# Statement of Income and Expenses

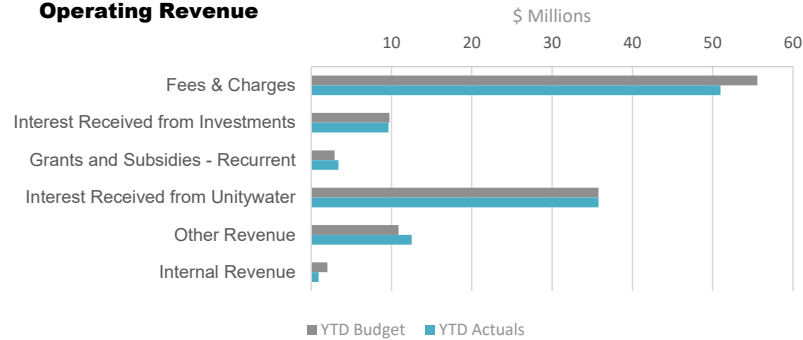


At the end of February 2024, Council has a positive operating result of \$150.6 million, within current budget.

Statement of Income & Expenses							
	Annual		YTD				Annual
	Original Budget \$000	Current Budget \$000	Current Budget \$000	Actuals \$000	Variance \$000	Variance %	Forecast Budget \$000
<b>Operating Revenue</b>							
General Rates	298,265	298,265	297,503	297,498	(6)	(0.0%)	298,265
Cleansing Charges	78,328	78,328	78,328	78,488	160	0.2%	78,328
Levies	28,756	30,352	27,908	27,863	(45)	(0.2%)	30,352
Fees and Charges	82,335	79,254	55,549	50,960	(4,589)	(8.3%)	79,254
Interest Received from Investments	13,850	15,350	9,733	9,624	(109)	(1.1%)	15,350
Operating Grants and Subsidies	14,977	18,537	2,914	3,395	481	16.5%	18,537
Operating Contributions	320	320	306	247	(59)	(19.2%)	320
Unitywater Participation	52,438	52,438	35,770	35,770	0	0.0%	52,438
Other Revenue	17,787	18,436	10,877	12,514	1,637	15.0%	18,436
Internal Sales/Recoveries	3,560	3,977	2,030	911	(1,119)	(55.1%)	3,977
<b>Total Operating Revenue</b>	<b>590,615</b>	<b>595,258</b>	<b>520,920</b>	<b>517,270</b>	<b>(3,650)</b>	<b>(0.7%)</b>	<b>595,258</b>
<b>Operating Expenses</b>							
Employee Costs	176,203	176,993	114,192	114,294	102	0.1%	176,993
Materials and Services	235,600	242,232	151,289	147,183	(4,106)	(2.7%)	242,232
Finance Costs	13,137	12,809	8,575	8,160	(415)	(4.8%)	12,809
Company Contributions	4,657	4,657	4,657	4,656	(0)	(0.0%)	4,657
Depreciation Expense	105,674	105,674	71,641	71,641	0	0.0%	105,674
Other Expenses	26,732	26,876	15,853	16,695	842	5.3%	26,876
Recurrent Capital Expenses	4,000	4,000	4,000	3,997	(3)	(0.1%)	4,000
<b>Total Operating Expenses</b>	<b>566,003</b>	<b>573,241</b>	<b>370,207</b>	<b>366,626</b>	<b>(3,581)</b>	<b>(1.0%)</b>	<b>573,241</b>
<b>Operating Result</b>	<b>24,612</b>	<b>22,017</b>	<b>150,713</b>	<b>150,644</b>	<b>(69)</b>	<b>(0.0%)</b>	<b>22,017</b>
<b>Capital Revenue</b>							
Capital Grants and Subsidies	70,836	99,758	29,497	29,497	-	-	99,758
Capital Contributions - Cash	32,384	32,481	19,754	19,754	-	-	32,481
Capital Contributions - Fixed Assets	82,820	82,820	14,396	14,396	-	-	82,820
<b>Total Capital Revenue</b>	<b>186,040</b>	<b>215,059</b>	<b>63,648</b>	<b>63,648</b>	-	-	<b>215,059</b>
<b>Non-recurrent Expenses</b>							
Profit/Loss on disposal, revaluation & impairment	-	-	-	2,442	2,442	-	-
Movements in landfill and quarry provisions	2,982	2,982	1,988	1,988	-	-	2,982
Recurrent Capital Expenses - Prior Year	-	-	-	5,262	5,262	-	-
Assets Transferred to Third Parties	-	-	-	-	-	-	-
<b>Total Non-recurrent Expenses</b>	<b>2,982</b>	<b>2,982</b>	<b>1,988</b>	<b>9,692</b>	<b>7,704</b>	<b>387.6%</b>	<b>2,982</b>
<b>Net Result</b>	<b>207,671</b>	<b>234,095</b>	<b>212,373</b>	<b>204,600</b>	<b>(7,773)</b>	<b>(3.7%)</b>	<b>234,095</b>

# Operating Result – February 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	520,920	517,270	(3,650)	(0.7%)
Operating Expenses	562,003	569,241	366,207	362,630	(3,577)	(1.0%)
Recurrent Capital Expenses	4,000	4,000	4,000	3,997	(3)	(0.1%)
<b>Operating Result</b>	<b>24,612</b>	<b>22,017</b>	<b>150,713</b>	<b>150,644</b>	<b>(69)</b>	<b>(0.0%)</b>
Capital Revenue	186,040	215,059	63,648	63,648	-	-
Non-recurrent Expenses	2,982	2,982	1,988	9,692	7,704	387.6%
<b>Net Result</b>	<b>207,671</b>	<b>234,095</b>	<b>212,373</b>	<b>204,600</b>	<b>(7,773)</b>	<b>(3.7%)</b>

## Substantial Revenue Variance for the Period Ending February 2024

	Annual		YTD				Annual Forecast Budget \$000
	Original Budget \$000	Current Budget \$000	Current Budget \$000	Actuals \$000	Variance \$000	Variance %	
<b>Operating Revenue</b>							
Fees and Charges	82,335	79,254	55,549	50,960	(4,589)	(8.3%)	79,254
Other Revenue	17,787	18,436	10,877	12,514	1,637	15.0%	18,436

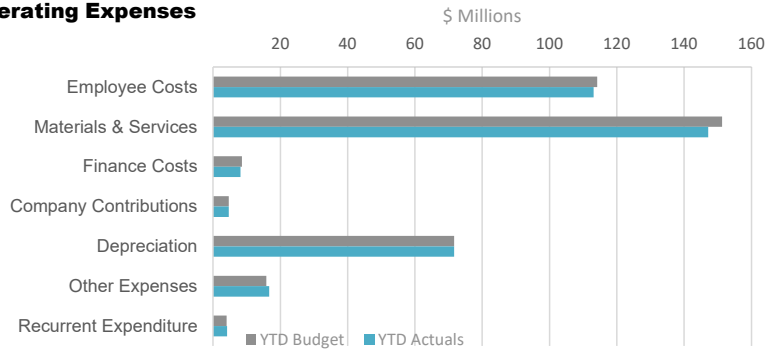
As at 29 February 2024, \$517 million operating revenue has been achieved resulting in a variance of \$3.65 million (0.7%) below budget.

Significant revenue variances:

- **Fees and Charges** – Plumbing applications and inspections \$1.8 million below budget, Quarry Services sales \$1.7 million below budget, Caloundra Music Festival \$1.6 million below budget.
- **Other Revenue** – Additional revenue received for environmental offsets and council owned properties lease revenue is higher than budget. Sale of an easement to Energex assisting bottom line.

# Operating Result – February 2024 (continued)

## Operating Expenses



## Operating Summary

	Annual		YTD			
	Original Budget \$000s	Current Budget \$000s	Current Budget \$000s	Actuals \$000s	Variance \$000s	Variance %
Operating Revenue	590,615	595,258	520,920	517,270	(3,650)	(0.7%)
Operating Expenses	562,003	569,241	366,207	362,630	(3,577)	(1.0%)
Recurrent Capital Expenses	4,000	4,000	4,000	3,997	(3)	(0.1%)
<b>Operating Result</b>	<b>24,612</b>	<b>22,017</b>	<b>150,713</b>	<b>150,644</b>	<b>(69)</b>	<b>(0.0%)</b>
Capital Revenue	186,040	215,059	63,648	63,648	-	-
Non-recurrent Expenses	2,982	2,982	1,988	9,692	7,704	387.6%
<b>Net Result</b>	<b>207,671</b>	<b>234,095</b>	<b>212,373</b>	<b>204,600</b>	<b>(7,773)</b>	<b>(3.7%)</b>

## Substantial Expenditure Variance for the Period Ending February 2024

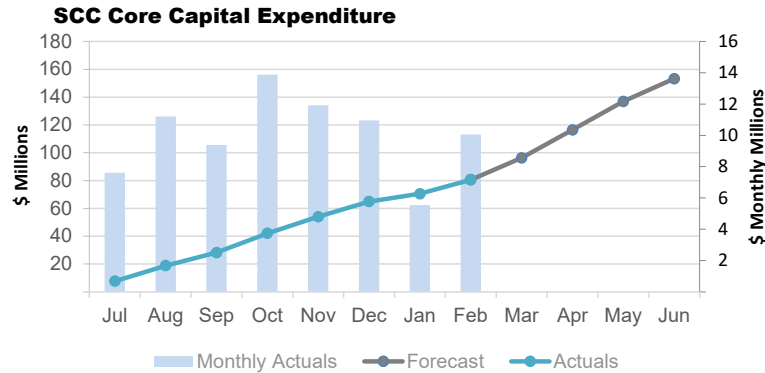
	Annual		YTD				Annual Forecast Budget \$000
	Original Budget \$000	Current Budget \$000	Current Budget \$000	Actuals \$000	Variance \$000	Variance %	
<b>Operating Expenses</b>							
Employee Costs	176,203	176,993	114,192	114,294	102	0.1%	176,993
Materials and Services	235,600	242,232	151,289	147,183	(4,106)	(2.7%)	242,232

As at 29 February 2024, \$363 million had been expended resulting in a variance of \$3.6 million (1.0%) lower than budget.

- **Materials and Services** – Lower than expected contractor expenses have been realised throughout various areas of Council including Waste \$1.7 million lower than budget. Solar Farm energy charges \$921,000 lower than budget. Quarry Services \$947,000 lower than budget. Caloundra Music Festival \$645,000 under budget.



# Capital Expenditure - February 2024

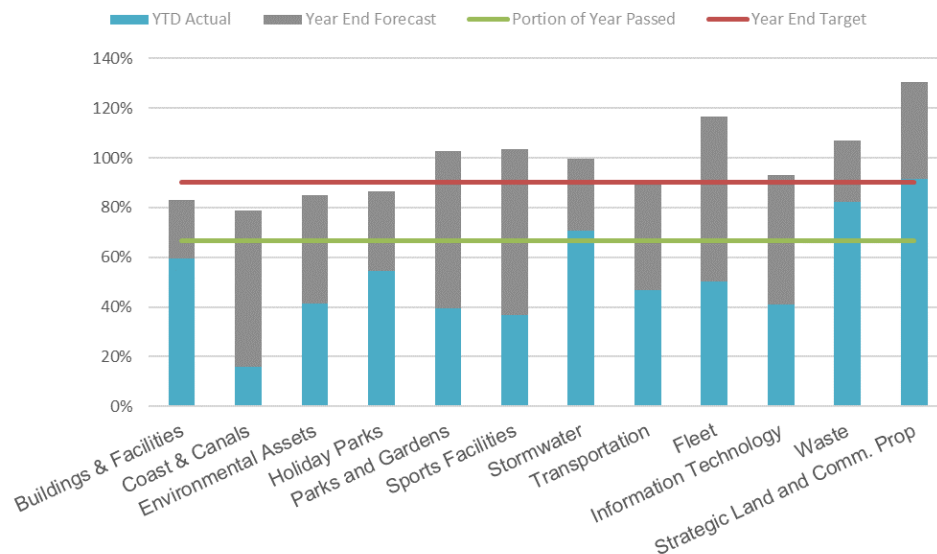


- On 29 February 2024, \$182 million (54.8%) of Council's \$332.6 million Capital Works Program had been financially expended.
- The Core Capital Program has progressed 47.5% of budget, an actual spend of \$80.6 million.
- Corporate Major Projects has progressed 62.7%
- A range of significant projects 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
  - Charles Clarke Park Revetment Wall
  - Outrigger Park Boat Ramp and Carpark

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
<b>Core Capital Works Program</b>						
Aerodromes	845	995	1,003	100.8%	1,155	160
Buildings and Facilities	31,331	20,905	12,411	59.4%	17,356	(3,548)
Coast and Canals	2,087	6,523	1,030	15.8%	5,151	(1,372)
Environmental Assets	3,497	3,857	1,602	41.5%	3,274	(583)
Minor Works	5,020	5,761	2,099	36.4%	4,469	(1,292)
Holiday Parks	2,556	1,643	893	54.4%	1,423	(220)
Parks and Gardens	12,176	12,058	4,739	39.3%	12,364	306
Sports Facilities	19,438	10,621	3,892	36.6%	10,981	360
Quarries	-	-	41	-	41	41
Stormwater	15,515	11,230	7,941	70.7%	11,168	(62)
Transportation	87,862	96,015	44,901	46.8%	85,666	(10,349)
<b>Total SCC Core Capital Program</b>	<b>180,328</b>	<b>169,609</b>	<b>80,552</b>	<b>47.5%</b>	<b>153,048</b>	<b>(16,560)</b>
Disaster Recovery Funding Arrangements	40,089	41,553	8,551	20.6%	47,025	5,472
Fleet	5,242	4,000	2,003	50.1%	4,659	659
Information Technology	10,000	9,631	3,966	41.2%	8,960	(671)
Waste	25,203	49,503	40,787	82.4%	52,984	3,482
Corporate Major Projects	32,975	28,007	17,557	62.7%	26,093	(1,914)
Strategic Land and Commercial Properties	36,880	30,075	27,543	91.6%	39,271	9,196
Maroochydore City Centre	-	275	42	15.1%	42	(233)
Sunshine Coast Airport Runway	-	-	1,351	-	1,526	1,526
<b>Total Other Capital Program</b>	<b>150,389</b>	<b>163,044</b>	<b>101,799</b>	<b>62.4%</b>	<b>180,560</b>	<b>17,516</b>
<b>TOTAL</b>	<b>330,716</b>	<b>332,653</b>	<b>182,352</b>	<b>54.8%</b>	<b>333,608</b>	<b>955</b>

# Capital Expenditure – February 2024 (continued)

**% YTD spent compared to profiled budget by Program**



**Coast and Canals**

- \$2.5 million budget for Charles Clarke Park, works started February 2024, 10% expensed
- \$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 has progressed 59%, with a spend of \$12.4 million

**Fleet**

- \$5.1 million on order, expecting \$4 million budget to be expended by the end of the 2023/24 financial year with \$2 million of fleet received so far.

**Parks and Gardens**

- \$3.6 million Coastal Pathways has progressed to 43% with a spend of \$1.567 million
- \$7.3 million Recreational Parks program has progressed 34% with a spend of \$2.5 million

**Sports Facilities**

- \$4.2 million Honey Farm Road Bulk Earthworks has progressed 6% with a spend of \$269,000

**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 financial year, currently 91% expensed

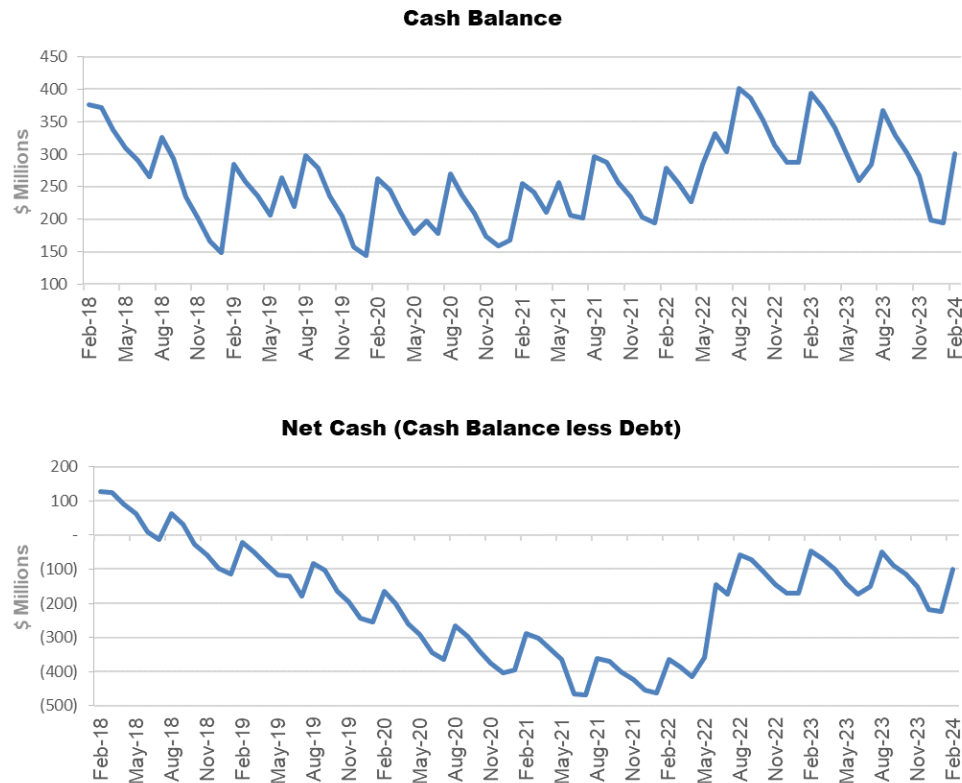
**Transportation**

- Council's \$25 million road resurfacing and rehabilitation program has progressed 66% with a spend of \$16.6 million
- Council's \$9.8 million Unsealed Road Upgrades program has progressed 79% with a spend of \$7.7 million
- Council's \$1.2 million bus stop program has progressed 49% with a spend of \$597,000
- Pedestrian and Cycling Enabling Facilities has progressed 69% with a spend of \$2.7 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

# Cash Flows and Balance Sheet



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

- Council's cash at 29 February 2024 is \$301 million
- Council's debt at 29 February 2024 is \$418 million









