



CITY OF GREATER GERALDTON MONTHLY MANAGEMENT REPORT

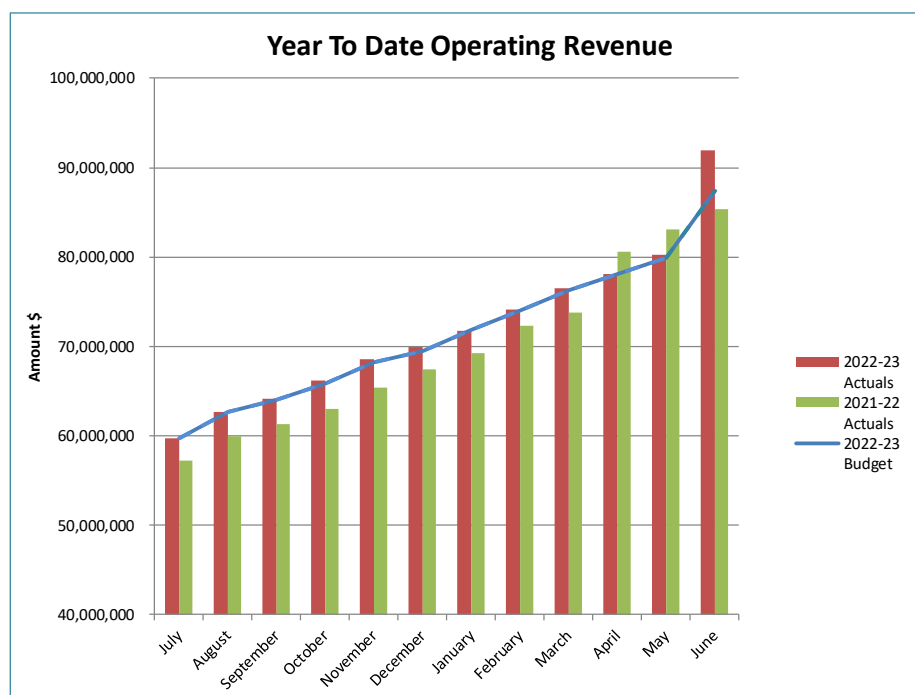


FOR THE PERIOD ENDED 30 JUNE 2023

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ECONOMIC KEY PERFORMANCE INDICATORS

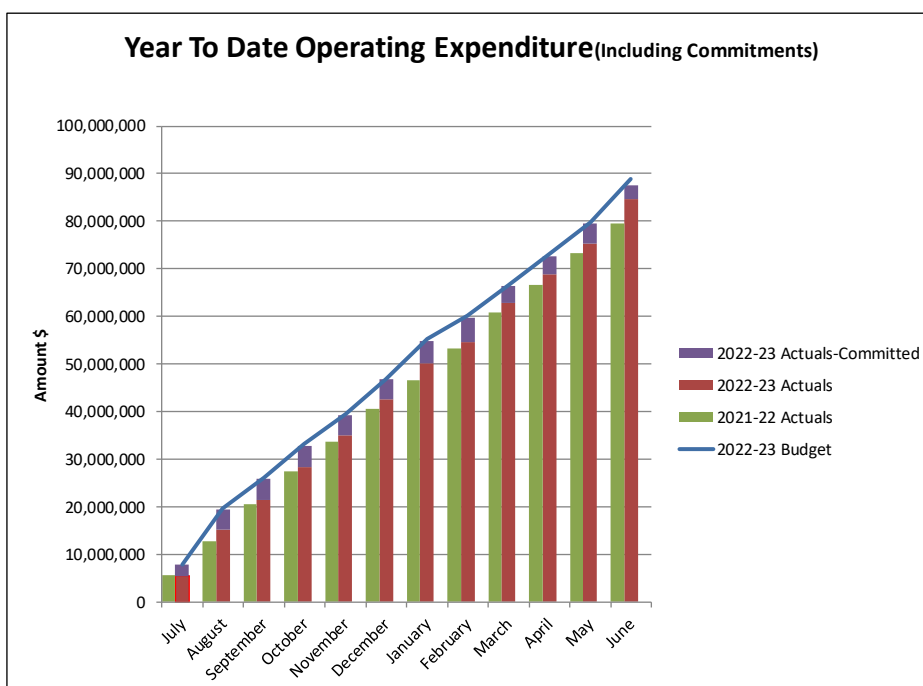


Comments:

Operating revenue recorded as at 30 June is \$91,939,386 against a budget of \$87,374,122.

Reasons for the significantly higher than budgeted revenue include:

- Operating Grants are higher than projected by \$3,584.7K due to the 100% prepayment of the 23-24 Financial Assistance Grant (based on the 22-23 allocation). A continuation of the Airport Regional Airport Infrastructure (RASI) funding also contributed to the variance but this is offset by an equivalent drop in security screening income.
- Reimbursements are up by \$442.9K due to an insurance claim relating to the Aquarena outdoor swimming pool.
- Interest revenue exceeded budget expectations by \$650K as a result of the recent increases in interest rates.
- Fees and charges are up by \$264.8K mainly due to higher income for the Meru Landfill Facility. This was partly offset by lower airport fees and charges.
- Other income is down by \$86K due to a delay in the receipt of the Muir Park POS claim. This was partly offset by higher income from QPT Shows.
- Profit on disposal of assets is down \$108.8K due to a delay in the disposal of some fleet vehicles now planned to occur early in 2023-24.
- Interim and Back Rates has a negative variance of \$184.9K.



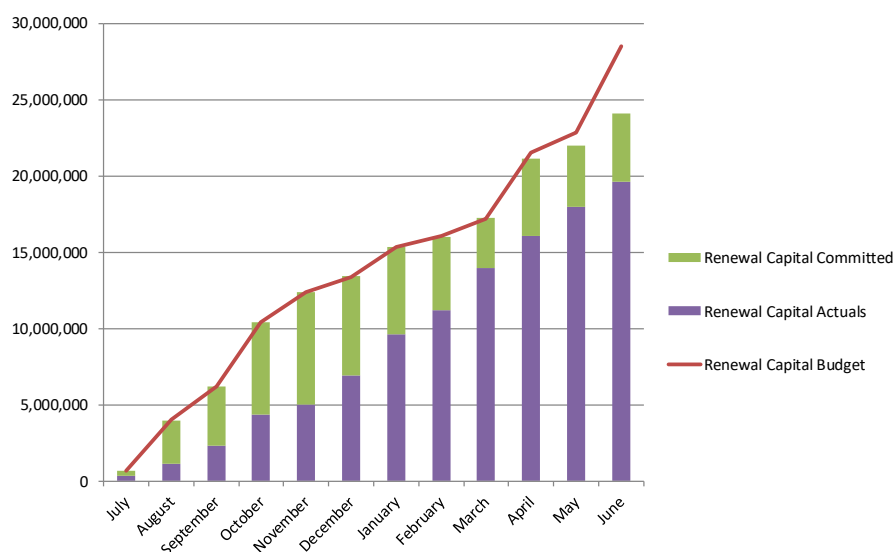
Comments:

Operating expenditure recorded as at 30 June is \$84,635,570 plus commitments of \$2,948,590.

Reasons for the significantly lower than budgeted expenditure include:

- Employee Costs are down by \$442.2K due to a lag in filling vacant positions.
- Materials and contractor expenses are significantly lower by \$1,056.6K. Major contributors include the delay in delivering the bulk vergeside collection, lower ERP implementation expenses associated with the slightly later Phase 1 rollout, lower ICT, HR and Engineering project costs. The lower costs were partly offset by higher parks & gardens and vehicle maintenance costs.
- Other expenditure is up primarily due to higher Meru Waste facility internal transfers, however this is associated with an equivalent increase in income.
- Depreciation is higher than projected by \$75K due to slightly higher depreciation on roads and parks assets.
- Loss on disposal of assets is higher than projected due to higher demolition costs for 201 Lester Avenue associated with the discovery of additional asbestos in the building.

Year To Date Renewal Capital Expenditure (Including Commitments)



Comments:

Renewal capital expenditure recorded at 30 June is \$19,628,265 plus commitments of \$4,448,779.

Various capital renewal projects are now planned to be carried over to the 23-24 financial year. These include:

- Building projects including the Greenough Museum whitewashing project, the library airconditioning, the Mullewa staff housing construction and the Greenough Museum ablutions

- Plant & equipment including the DFES funded Mullewa Bush Fire Brigade fire tanker, GPS upgrade and the purchase of other fleet vehicles now planned for 23-24

- Furniture & equipment projects including LAN/WAN equipment now planned to be used for the network redesign project in 23-24 and CCTV installation

- Eadon Clarke sportsground irrigation

- Walkaway/Nangetty Bridge design and Chapman Valley Road culvert

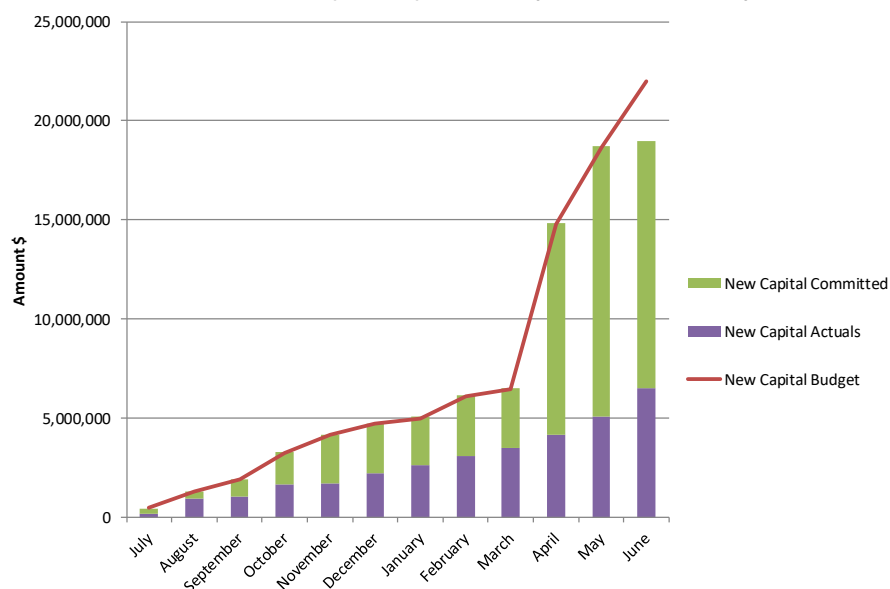
- Minor drainage projects

- Airport carparking projects

While most of the Road Renewal program has been completed overall cost is under budget.

Renewal works for Meru Landfill are higher than budgeted due to the repair of the Cell 5 damaged liner.

Year To Date New Capital Expenditure (Including Commitments)



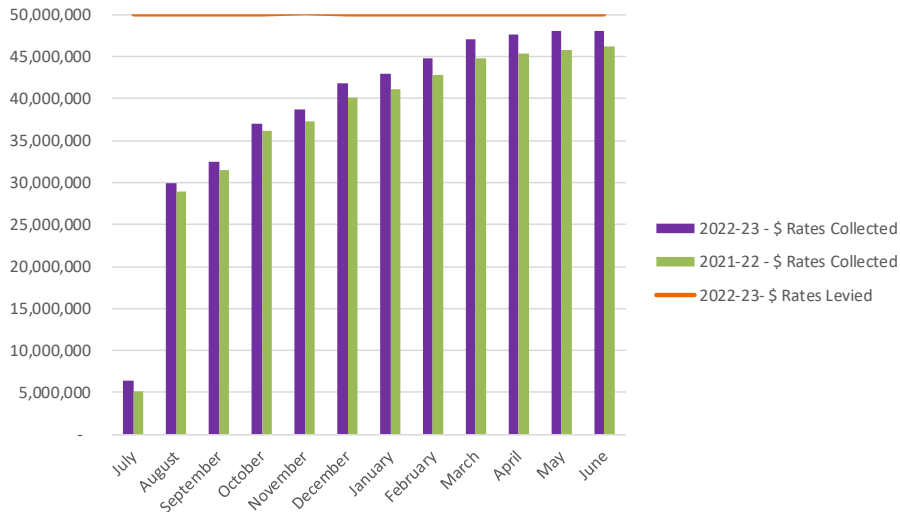
Comments:

New capital expenditure recorded at 30 June is \$6,489,716 plus commitments of \$12,494,713.

A number of projects included in the budgeted Capital Works Program are now expected not to be completed within the financial year, however the budget has been retained to give City Officers authority to commence the projects during the financial year.

Incomplete projects will now be captured as carryovers and included in the 2023-24 financial year. Such projects include Meru Landfill upgrades, the Spalding Revitalisation Project, the Muir Park upgrade, the Chapman Road pathway project & the Airport Microgrid.

Current Rates Collected

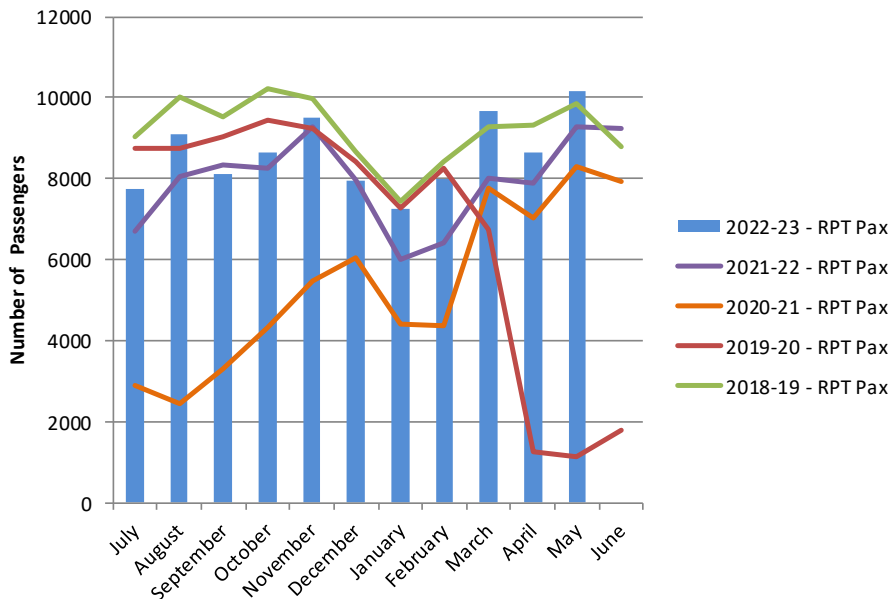


Comments:

In 2022-23 \$50,144,741 rates have been levied.

As at 30 June \$48,498,060 (96.72%) of current rates have been paid. This compares with \$46,237,642 (96.60%) at the same time last year.

Airport Passenger Movements



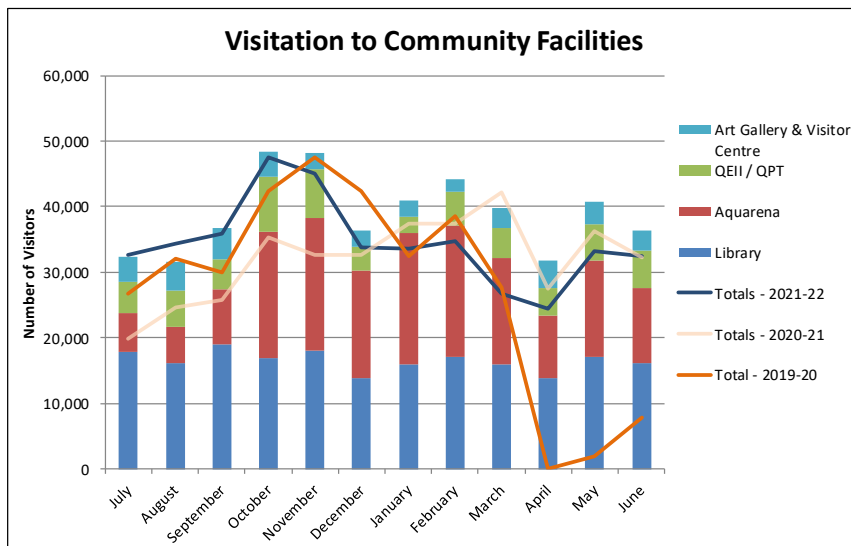
Comments:

Passenger numbers in May saw a marked improvement from the previous month with the impact of Qantas adding two further services to the weekly schedule.

For the month of May total passenger movements were 10,181.

**Passenger movement reporting is 1 month in arrears due to delays in airlines reporting actual figures.*

SOCIAL KEY PERFORMANCE INDICATORS



Comments:

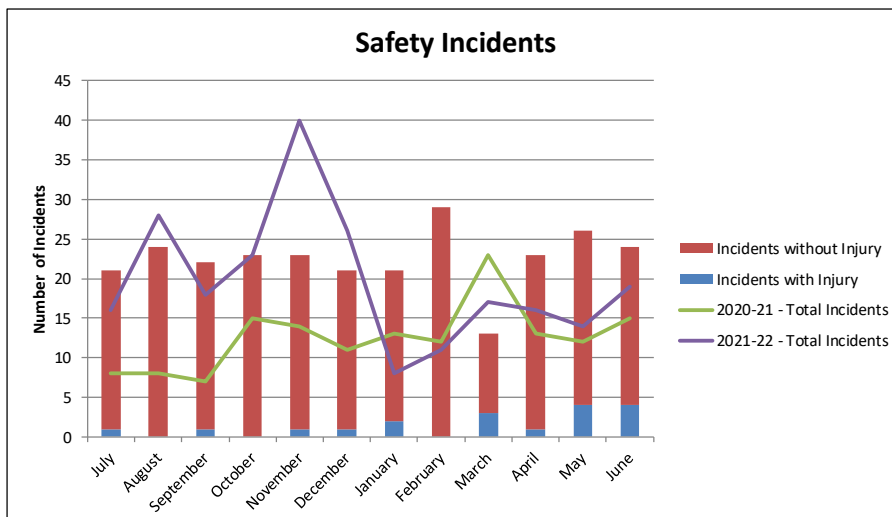
Geraldton Regional Library visitations recorded in June were 16,045.

Visitation to the Aquarena in June was 11,486 compared to 14,616 in May.

QEII had 3,782 attendances in June. QPT hosted 8 events in June with 1,985 attendees.

Art Gallery and Visitors Centre recorded a total of 3,019 visits in June compared to 3,497 visits in May.

GOVERNANCE KEY PERFORMANCE INDICATORS



Comments:

There were 4 incidents with injury and 20 incidents without injury in June.

Incidents:

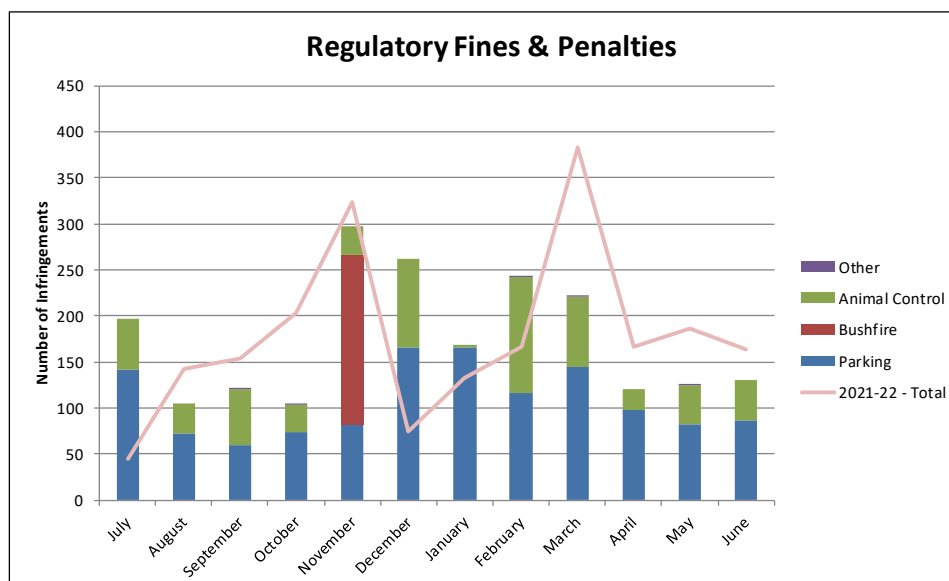
- Injury/Illness – 4
- Vehicle/Property damage – 2
- Security – 4
- Near Miss – 0
- Environment - 0
- Report only – 14 (7x Members of the Public, 2x employees and 5x contractors)

The increase in reporting is a positive outcome of the focus on safety within the organisation.

Lost Time Injury (LTI):

FY 2021-22 - 1 day
2022-23 YTD - 44 days

ENVIRONMENTAL KEY PERFORMANCE INDICATORS



Comments:

Fines issued in June:

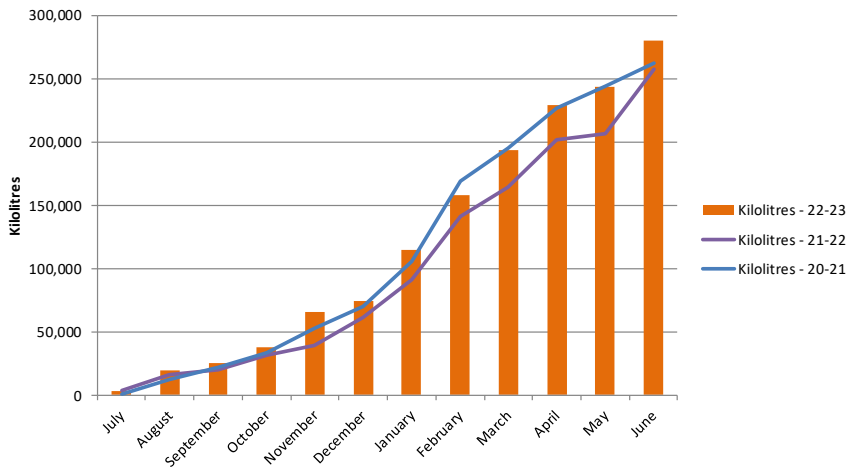
Parking: 86
Animal Control: 44
Bushfires Act: 0
Other: 0

This compares to 164 for the same period last year.

Prior year total infringements issued:

2021-22: 2,142
2020-21: 1,069
2019-20: 1,329
2018-19: 2,276

Water Consumption



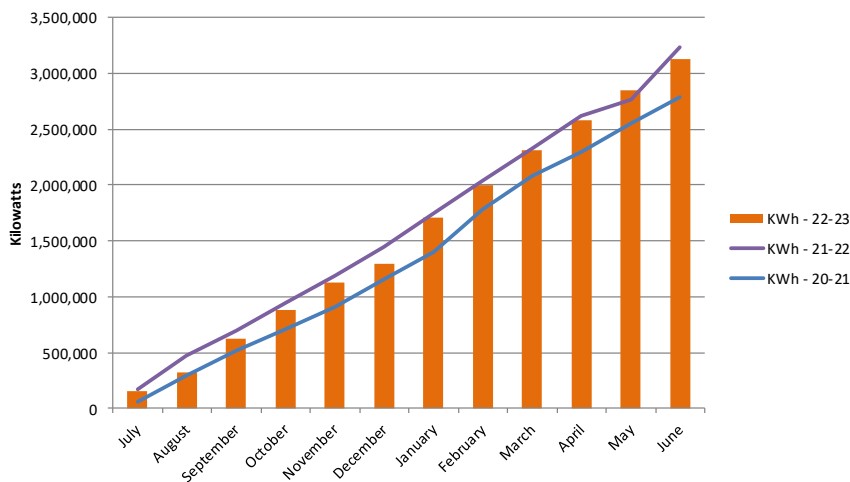
Comments:

Total kilolitres used to 30 June was 280,229kL compared to 256,896kL for the same period last year.

The higher water consumption in the current year is mainly attributable to higher water use at the Town and Chapman Road Foreshores.

Variable billing periods do not allow for precise correlation to the previous financial year.

Electricity Consumption

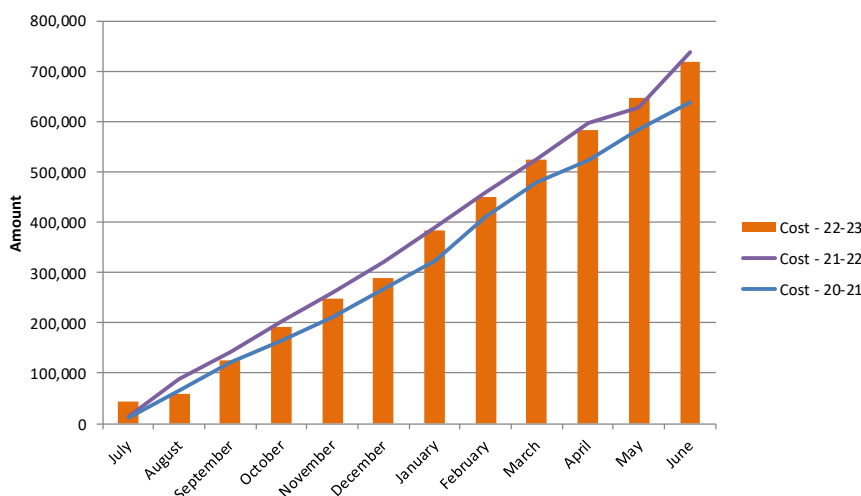


Comments:

Total kilowatt hours used to 30 June was 3,130,597 compared to 3,236,159 for the same period last year.

Variable billing periods do not allow for precise correlation to the previous financial year.

Electricity Consumption Cost (\$)

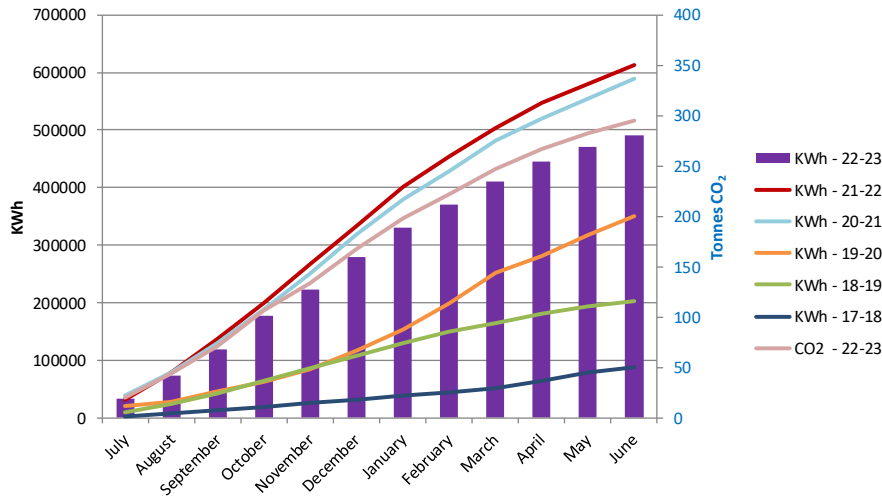


Comments:

Electricity consumption cost as at 30 June 2023 was \$717,687 compared with \$736,732 for the same period last year.

Variable billing periods do not allow for precise correlation to the previous financial year.

Electricity Solar Production & CO₂ Emission Reduction



Comments:

The City's solar systems produced 20,534 KWh in June.

Seven solar systems are reported here (total capacity 302 KW):

1. Aquarena (2020) - 120 KW
2. Library (2019) - 60 KW
3. QPT (2018) - 30 KW
4. Art Gallery (2018) - 25 KW
5. GMC (2018) - 20 KW
6. Aquarena (2015) - 30 KW
7. QEII (2012) - 17KW

Key numbers for 2021-22:

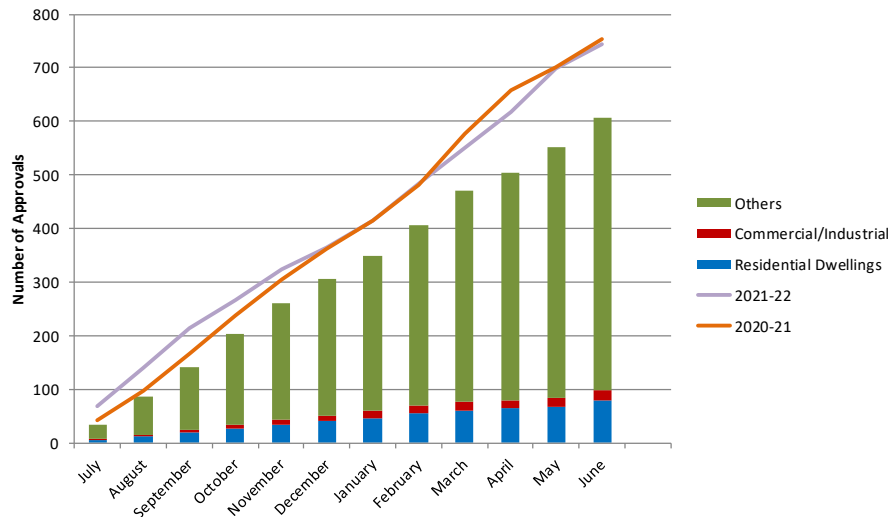
- 612,661 KWh produced
- 368 tonnes CO2 emissions reduced
- 16% of electricity from solar

Key numbers for 2022-23:

- 491,129 KWh produced
- 295 tonnes CO2 emissions reduced
- 14% of electricity from solar

BUILDING APPROVALS STATISTICS

Applications for Building Approvals (Cumulative)



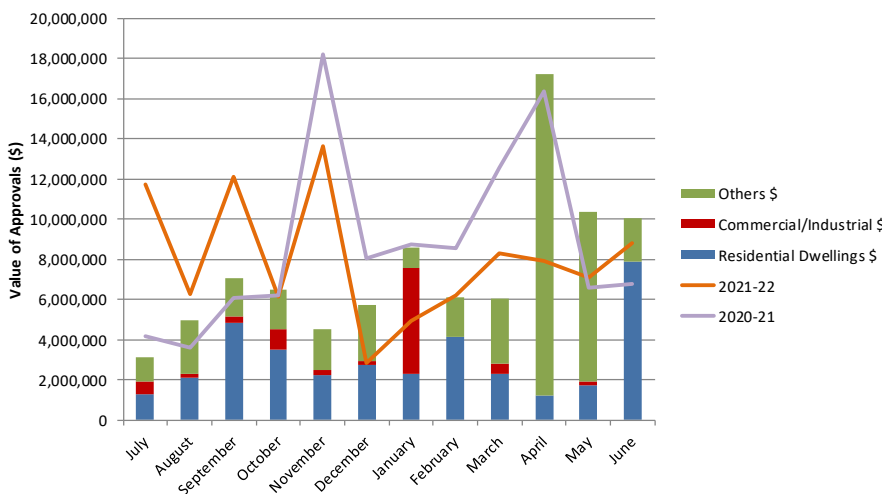
Comments:

Residential approvals for June were 13 compared with 9 for the same month last year.

Commercial approvals for June were 0 compared to 1 for the same month last year.

"Others" classification includes buildings such as gazebo, patio, retaining walls, sheds, swimming pools etc.

Building Approvals - Value



Comments:

Residential dwelling approvals for the month of June had a value of \$7,885,366 compared with \$4,134,860 during the same period last year.

Commercial applications for the month of June had a value of \$0 compared with \$2,240,786 during the same period last year.

CITY OF GREATER GERALDTON

STATEMENT OF FINANCIAL ACTIVITY FOR THE PERIOD ENDED 30 JUNE 2023

	Current Budget	Current YTD Budget	YTD Actual	YTD Major Commitments	Variances (commitments incl)		
					\$	%	
Operating Income							
Rates	50,329,885	50,329,885	50,145,029	-	184,857	0.4%	×
Operating Grants & Subsidies	9,124,809	9,124,809	12,709,521	-	-3,584,712	-39.3%	×
Contributions Reimbursements & Donations	736,270	736,270	1,179,156	-	-442,886	-60.2%	×
Fees & Charges	23,809,460	23,809,460	24,074,223	-	-264,763	-1.1%	×
Interest Earnings	2,025,442	2,025,442	2,678,029	-	-652,587	-32.2%	×
Other	1,140,884	1,140,884	1,054,811	-	86,073	7.5%	×
Profit On Disposal Of Assets	207,372	207,372	98,617	-	108,755	52.4%	×
	87,374,122	87,374,122	91,939,386		-4,565,264	-5.22%	
Operating Expenditure							
Employee Costs	-30,011,641	-30,011,641	-29,548,409	-20,985	-442,247	1.5%	×
Materials & Contractors	-25,168,077	-25,168,077	-21,184,982	-2,926,492	-1,056,602	4.2%	×
Utility & Govt Charges	-2,713,657	-2,713,657	-2,749,594	0	35,938	-1.3%	✓
Insurance	-975,377	-975,377	-934,133	0	-41,244	4.2%	✓
Interest/Borrowing Costs	-825,487	-825,487	-792,962	0	-32,525	3.9%	✓
Other Expenditure	-2,931,467	-2,931,467	-3,044,124	-1,112	113,769	-3.9%	×
Depreciation On Assets	-25,748,958	-25,748,958	-25,824,007	0	75,049	-0.3%	×
Loss On Disposal Of Assets	-507,252	-507,252	-557,358	0	50,106	-9.9%	×
	-88,881,916	-88,881,916	-84,635,570	-2,948,590	-1,297,756	1.5%	
NET OPERATING	-1,507,794	-1,507,794	7,303,815	-2,948,590	-5,863,020	388.8%	
Non-Cash Expenditure and Revenue							
(Profit) / Loss on Asset Disposals	299,880	299,880	458,741		-158,861	-53.0%	×
Movement in Non-current Assets & Non-current provisio	-39,583	-39,583	-1,027		-38,556	97.4%	✓
Depreciation on Assets	25,748,958	25,748,958	25,824,007		-75,049	-0.3%	×
	26,009,255	26,009,255	26,281,721		-272,466	-1.0%	
Capital Expenditure							
Purchase Land	-512,699	-512,699	-512,715	0	16	0.0%	✓
Purchase Buildings	-3,495,751	-3,495,751	-1,664,574	-896,117	-935,060	26.7%	×
Purchase Plant and Equipment	-4,138,288	-4,138,288	-1,930,004	-1,145,591	-1,062,693	25.7%	×
Purchase Furniture and Equipment	-970,500	-970,500	-552,467	-17,755	-400,278	41.2%	×
Purchase Infrastructure Assets - Roads	-11,669,354	-11,669,354	-8,980,416	-1,901,603	-787,335	6.7%	×
Purchase Infrastructure Assets - Parks	-11,227,198	-11,227,198	-5,860,255	-3,426,008	-1,940,935	17.3%	×
Purchase Infrastructure Assets - Airport	-188,267	-188,267	-86,272	-620	-101,375	53.8%	×
Purchase Infrastructure Assets - Meru	-7,424,194	-7,424,194	-646,608	-6,935,511	157,925	-2.1%	×
Purchase Infrastructure Assets - Other	-10,830,221	-10,830,221	-5,884,670	-2,620,287	-2,325,264	21.5%	×
Purchase Intangibles	0	0	0	0	0	0.0%	✓
Self Supporting/Other Community Loans Paid Out	-650,000	-650,000	-100,000	0	-550,000	84.6%	×
Lease Payments	-45,124	-45,124	-40,950	0	-4,174	9.3%	✓
Repayment of Debentures	-4,303,684	-4,303,684	-4,275,475	0	-28,209	0.7%	✓
	-55,455,280	-55,455,280	-30,534,406	-16,943,492	-7,977,382	14.4%	✓
Capital Revenue							
Non Operating Grants & Subsidies	17,170,958	17,170,958	7,513,369	0	9,657,589	56.2%	×
Proceeds from Disposal of Assets	1,010,364	1,010,364	638,773	0	371,591	36.8%	×
Proceeds from New Debentures	650,000	650,000	0	0	650,000	100.0%	×
Self-Supporting Loan Principal Income	149,587	149,587	121,370	0	28,217	18.9%	×
Council Loan Principal Income	0	0	15,856		-15,856		
	18,980,909	18,980,909	8,289,367		10,691,542	56.33%	
Reserves							
Transfers to Reserves	-3,394,000	-3,394,000	0		-3,394,000	100.0%	
Transfers from Reserves	14,462,028	14,462,028	423,189		14,038,839	97.1%	
	11,068,028	11,068,028	423,189		10,644,839	96.2%	×
Current Funding Surplus (Deficit)	-904,882						

MAJOR VARIANCES – 30 JUNE 2023

Operating Revenue

Operating income recorded as at 30 June is \$91,939,386 against a budget of \$87,374,122. Income has a significant positive variance of \$4,565,264 due to:

- Operating grants are higher than projected by \$3,584,712. This is primarily due to the 100% prepayment of the 23-24 Financial Assistance Grant funding (based on the 22-23 allocation). A continuation of the Regional Airport Screening Infrastructure (RASI) funding also contributed to the variance, but this is offset by an equivalent reduction in security screening income.
- Reimbursements are higher than budgeted by \$442,886 due to the receipt of an insurance claim relating to the damage sustained to the Aquarena outdoor swimming pool.
- Interest revenue exceeded budget expectations by \$652, 587 resulting from recent interest rate increases.

These positive variances were partly offset by:

- Lower than projected other income due to a delay in the receipt of Public Open Space funds for the Muir Park claim. This was partly offset by higher income from QPT Shows.
- Lower than anticipated interim and back rates.
- Lower than projected profit on disposal of assets due to the delay in disposal of some fleet vehicles which are now planned to occur early in 2023-24.

Operating Expenditure

Operating expenditure recorded as at 30 June is \$84,635,570 plus commitments of \$2,948,590. Operating Expenditure has a positive variance of \$1,297,756 against the budget of \$88,881,916 due to:

- Employee Costs are tracking well below budget due to a continued lag in filling vacant positions.
- Materials and contractor expenses are significantly lower than budgeted. The main contributors to the positive variance are:
 - The delay in delivering the bulk vergeside collection as a result of issues sourcing a contractor to deliver the service
 - Lower Enterprise Resource Planning (ERP) costs associated with the slightly later roll-out of Phase 1 of the project;
 - Lower ICT, HR and Engineering project costs.
 - The lower costs were partly offset by higher than projected parks and gardens and vehicle maintenance costs.
- Depreciation is slightly higher than projected for the City's roads and parks assets.
- Other expenditure is up primarily due to higher Meru Waste Facility internal transfers, however this is associated with an equivalent increase in income.
- Higher than projected loss on disposal of assets due to higher demolition costs for 201 Lester Avenue associated with the discovery of additional asbestos in the building.

Capital Expenditure

Capital Expenditure recorded as at 30 June is \$30,534,406 plus commitments of \$16,943,492. It is tracking below the budget of \$45,915,691. Some large projects have been deferred and will be captured as carry overs and included in the 2023-24 budget. These include:

- Meru Landfill upgrades
- Spalding Revitalisation Project
- Muir Park upgrade
- Chapman Road pathway
- Airport Microgrid
- Various building projects including the Greenough Museum, Library airconditioning, Mullewa staff housing and the Greenough Museum ablutions
- Plant & equipment acquisitions including the DFES funded Mullewa Bush Fire Brigade, GPS upgrade and other fleet vehicles
- Furniture & equipment projects including LAN/WAN equipment now planned to be used for the network redesign project in 2023-24 and CCTV installation
- Eadon Clarke sportsground irrigation
- Walkaway/Nangetty Bridget design and the Chapman Valley Road culvert renewal.
- Minor drainage projects
- Airport carparking projects

- Road renewal works have been completed under budget.
- These positive variances were partly offset by:
 - higher than budgeted demolition costs for 201 Lester Avenue due to the discovery of additional asbestos in the building and subsequent site remediation costs; and
 - Costs incurred for the repair of the Cell 5 damaged liner at the Meru Landfill Facility.

Capital Revenue

Capital Revenue recorded as at 30 June is \$8,289,367. It is tracking well under the budget of \$18,980,909 resulting from the deferral of significant capital projects to the 2023-24 year. This represents a timing difference only, with the capital income now being carried over to the 2023-24 financial year. The main grant funds and contributions to be carried over include the Maley Bequest towards the Greenough Museum, Dept of Fire and Emergency capital grant funding for the Mullewa Bush Fire Brigade Fire Tanker, the Department of Communities and Lotterywest funding for the Spalding revitalisation project, Department of Transport WA Bike Network Funding towards the Chapman Road pathway project, Main Roads funding towards the design of the Walkaway/Nangetty Bridge and the balance of the Local Roads Community Infrastructure Program (LRCIP) funding for the Chapman Valley Road culvert replacement.

The self-supporting loan to the Geraldton Amateur Basketball Association has now also been deferred to the 2023-24 financial year and is already incorporated in the 2023-24 Budget.

NET CURRENT FUNDING POSITION – 30 JUNE 2023

Current Assets

Cash at Bank

Municipal Account

Reserve Account

Restricted Assets

Total Cash at Bank

Receivables

Prepayments

Tax Recoverable

Sundry Debtors

Rates Receivable

Inventories

Total Current Assets

Less: Current Liabilities

Creditors and Provisions

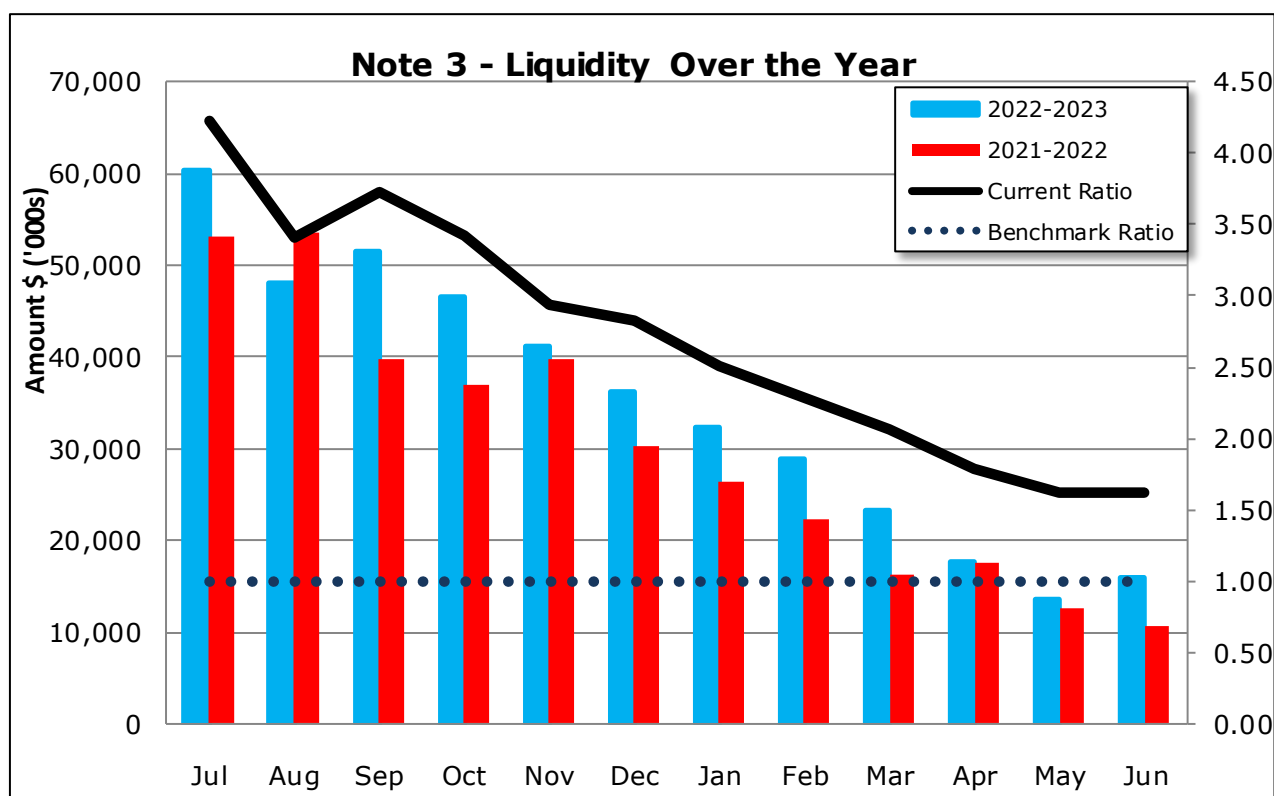
Current Borrowings

Employee Entitlements

Less: Cash Restricted

Net Current Funding Position

Positive=Surplus (Negative=Deficit)		
2022-2023		2021-2022
This Period	Last Period	This Period
\$	\$	\$
25,312,752	19,931,316	22,153,362
38,853,245	38,853,245	32,845,560
3,081,831	3,071,959	3,002,647
67,247,829	61,856,520	58,001,569
2,284,225	1,962,510	438,288
443,941	243,500	261,100
1,877,124	693,556	1,177,661
4,208,273	4,584,968	4,186,942
7,891,062	7,881,384	429,107
83,952,454	77,222,437	64,494,667
15,494,720	12,546,328	12,528,976
3,700,987	3,700,987	466,988
6,779,322	5,583,468	4,937,560
25,975,029	21,830,783	17,933,524
(41,935,077)	(41,925,205)	(35,848,207)
16,042,348	13,466,450	10,712,936



MONTHLY INVESTMENT REPORT – 30 JUNE 2023

Note 4 - Monthly Investment Report

Deposit Ref	Current Credit Rating	Maturity/ Conversion	Invested Interest rates	Amount Invested	Interest Earned YTD	Current Value @ 30/06/2023	Percentage of Portfolio
Commonwealth							
	A1+						
BOS Call Account - Muni	A1+	On Demand	4.15%	616,859		616,859	
BOS Call Account - Reserve	A1+	On Demand	4.15%	5,250,000		5,250,000	
Reserve Investment 345	A1+	22/2/2024	5.04%	6,000,000	█	6,000,000	
Subtotal				11,866,859	-	11,866,859	21.62%
National Bank							
	A1+						
Reserve Investment 316	A1+	22/11/2023	1.10%	650,000	█	650,000	
Municipal Investment 330	A1+	11/10/2023	4.20%	5,000,000	█	5,000,000	
Municipal Investment 343	A1+	15/11/2023	4.35%	5,000,000	█	5,000,000	
Reserve Investment 347	A1+	15/3/2024	4.65%	5,083,269	█	5,083,269	
Subtotal				15,733,269	-	15,733,269	28.66%
AMP Bank							
	A2						
Reserve Investment 297	A2	21/8/2023	0.75%	2,300,000	█	2,300,000	
Reserve Investment 346	A2	14/3/2024	4.80%	1,667,075	█	1,667,075	
Subtotal				3,967,075	-	3,967,075	7.23%
Bank of Queensland							
	A2						
Reserve Investment 340	A2	11/10/2023	4.25%	2,002,901		2,002,901	
Municipal Investment 340	A2	11/10/2023	4.25%	423,189	█	423,189	
Reserve Investment 339	A2	1/9/2023	4.14%	6,000,000	█	6,000,000	
Subtotal				8,426,090	-	8,426,090	15.35%
Suncorp							
	A1						
Municipal Investment 341	A1	8/11/2023	4.55%	5,000,000	█	5,000,000	
Reserve Investment 344	A1	15/11/2024	4.65%	5,000,000	█	5,000,000	
Subtotal				10,000,000	-	10,000,000	18.22%
Police Credit Union							
	Unrated						
Reserve Investment 342	Unrated	15/8/2023	4.38%	4,900,000	█	4,900,000	
Subtotal				4,900,000	-	4,900,000	8.93%
Total Funds Invested				54,893,294	-	54,893,294	100.0%

