



CITY OF GREATER GERALDTON

MONTHLY MANAGEMENT REPORT

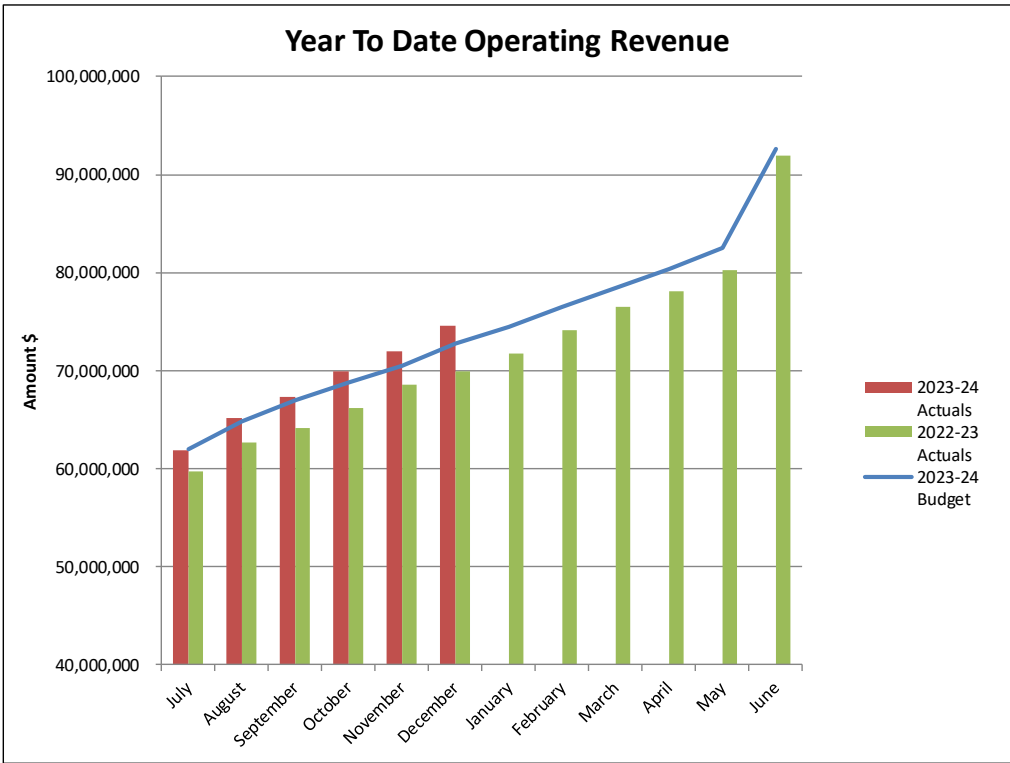


FOR THE PERIOD ENDED 31 DECEMBER 2023

Table of Contents

1. ECONOMIC KEY PERFORMANCE INDICATORS.....	3
2. SOCIAL KEY PERFORMANCE INDICATORS.....	6
3. GOVERNANCE KEY PERFORMANCE INDICATORS	6
4. ENVIRONMENTAL KEY PERFORMANCE INDICATORS	7
5. BUILDING APPROVALS STATISTICS	8
6. STATEMENT OF FINANCIAL ACTIVITY FOR THE PERIOD ENDED 31 DECEMBER 2023	9
7. STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2023	10
8. EXPLANATION OF MATERIAL VARIANCES – 31 DECEMBER 2023.....	11
9. NET CURRENT FUNDING POSITION – 31 DECEMBER 2023.....	12
10. MONTHLY INVESTMENT REPORT – 31 DECEMBER 2023.....	13

ECONOMIC KEY PERFORMANCE INDICATORS

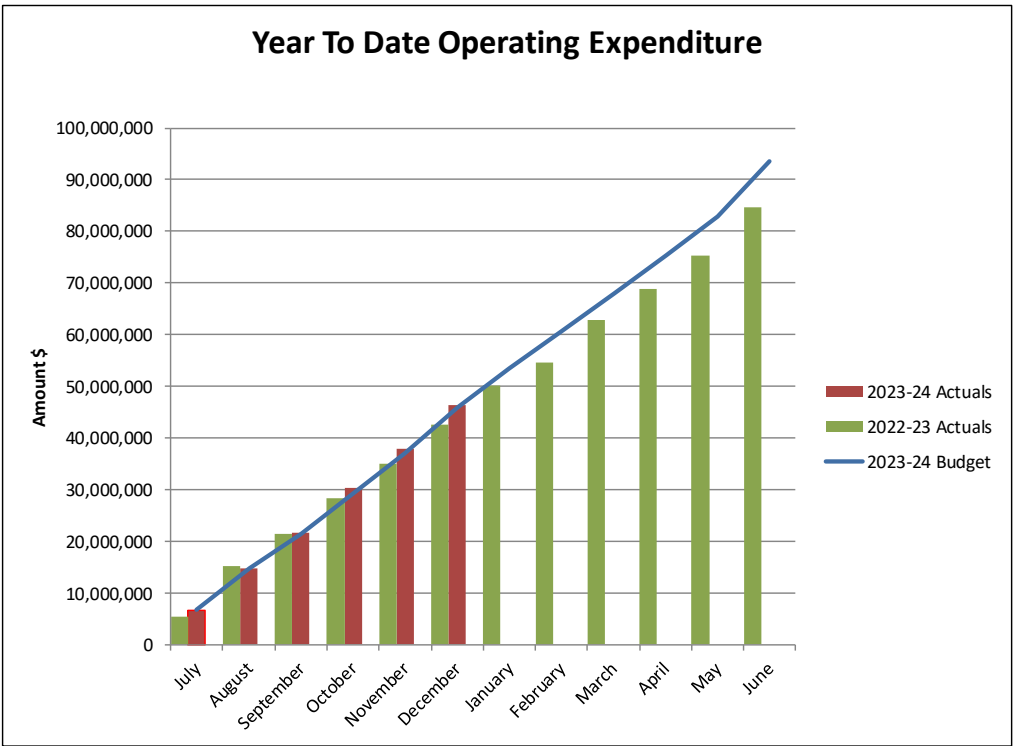


Comments:
 Operating revenue recorded as at 31 December is \$74,624,761 against a budget of \$72,710,284.

Grants, Subsidies and Contributions are up by \$354,728 due to the receipt of proceeds from sale of a property estate, extension of the Regional Airport Security Screening (RASI) program and higher than expected insurance proceeds for the Aquarena outdoor pool. Later timing of operating grants partly offset the increase in grants and contributions.

Fees and Charges are up by \$528.2K due to higher income at the Meru Waste Facility, higher town planning fees, higher airport passenger service and weight landing fees and earlier timing of leasing fees. This was partly offset by lower airport security screening income due to the extension of the RASI program.

Interest Revenue is up by \$979.5K due to the current high level of interest rates.



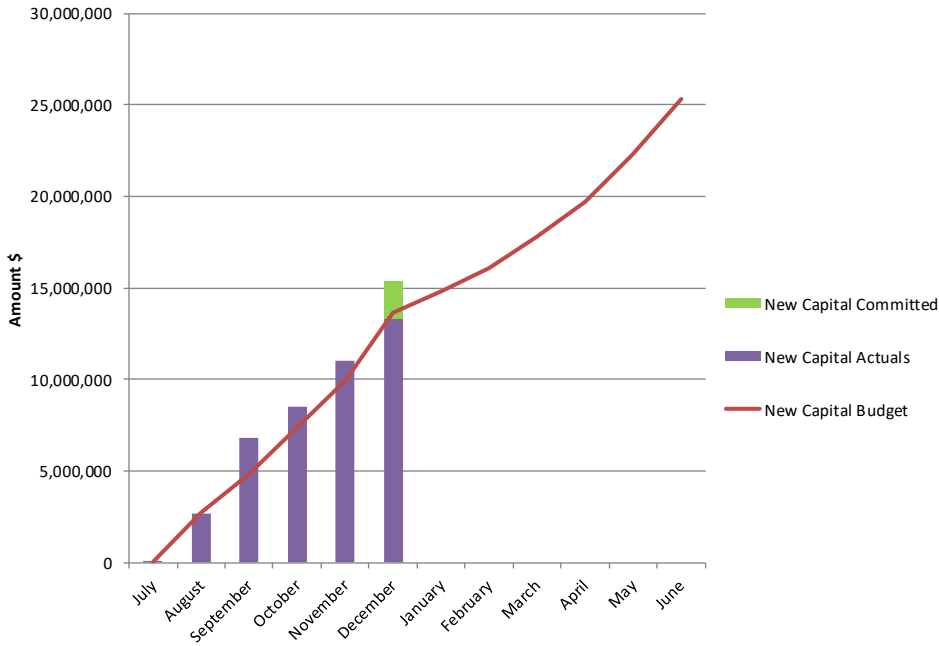
Comments:
 Operating expenditure recorded as at 31 December is \$46,271,100 against a budget of \$45,885,398.

Employee Costs are up \$219.9K due to delayed processing of payroll costings impacting on capital project allocations.

Materials and Contracts are down \$357K due to later timing of engineering and costal adaptation and protection projects, ERP implementation costs, art exhibition costs, residential collection and landfill maintenance costs. This was partly offset by earlier timing of IT software licenses and subscriptions and parks and road maintenance costs. Meru tyre disposal costs and fire mitigation expenses are also up, both of which will be adjusted in the Mid Year Review.

Other Expenditure is up by \$532K due to later processing of plant operation costs and public works allocations. Meru internal costings are also up, however this is offset by an equivalent increase in fees and charges income.

Year To Date New Capital Expenditure



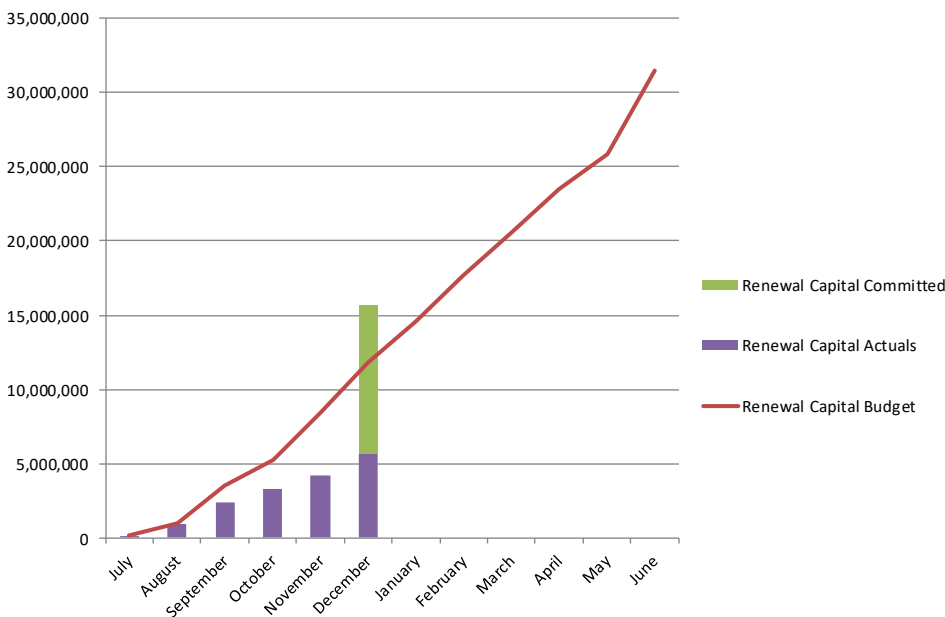
Comments:

New capital expenditure recorded at 31 December is \$13,325,339 against a budget of \$13,622,246.

Lower construction costs for the Chapman Road and Broome Street Footpaths were the main contributors to the favourable variance. The cost of constructing the Meru Resource Recovery Facility is projected to exceed original cost estimates primarily due to additional costs associated with rock excavation. The lower footpath construction costs and higher construction costs for the Meru Resource Recovery Facility will be reflected in the Mid Year Budget Review. It should be noted that the Chapman Road footpath is entirely grant funded and that a funding variation is planned to reallocate the unspent funding to the Brand Highway footpath project.

Note that outstanding purchase orders for new capital projects currently total \$2.13m.

Year To Date Renewal Capital Expenditure



Comments:

Renewal capital expenditure recorded at 31 December is \$5,685,613 against a budget of \$11,746,109.

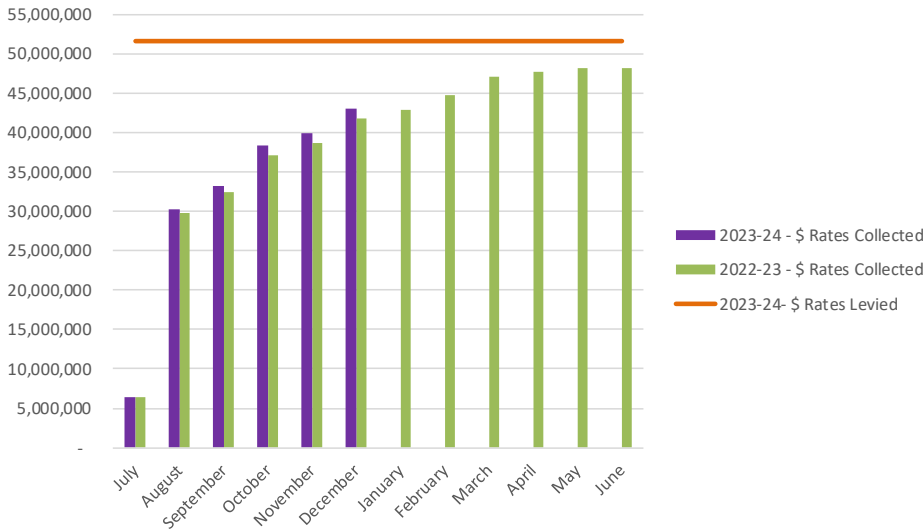
Several projects are now planned to occur later than originally budgeted, with major projects being:

- Gravel resheet roadworks and Allanooka Road widening \$714.2K
- Asphalt road renewal works \$1,292.2K
- Replacement of Fleet Vehicles \$1,128.4K (PO's issued for \$998K)
- later timing of payments associated with the Aquarena outdoor pool \$484.9K
- Building renewal works including Library & Greenough Terminal aircon installation and Greenough Museum painting \$775.4K

The Spalding Regional Renewal Project is projected to come in lower than budgeted by \$195K, primarily due to lower costs of renewing the Mitchell Street Carpark. This will be reflected in the Mid Year Budget Review.

Note that outstanding purchase orders currently total \$8.62m for capital renewal works.

Current Rates Collected

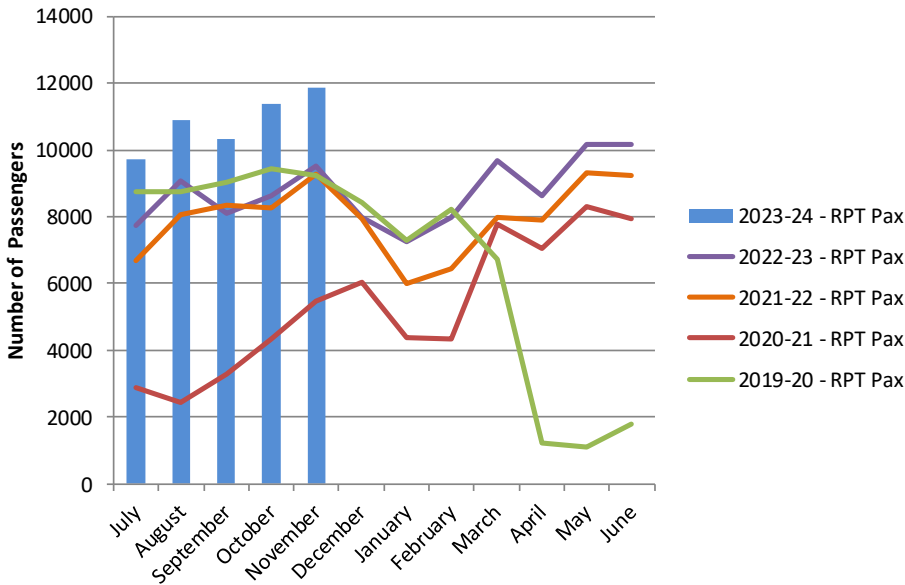


Comments:

In 2023-24 \$51,753,017 rates have been levied.

As at 31 December \$42,996,248 (83.08%) of current rates have been paid. This compares with \$41,876,403 (83.56%) at the same time last year.

Airport Passenger Movements



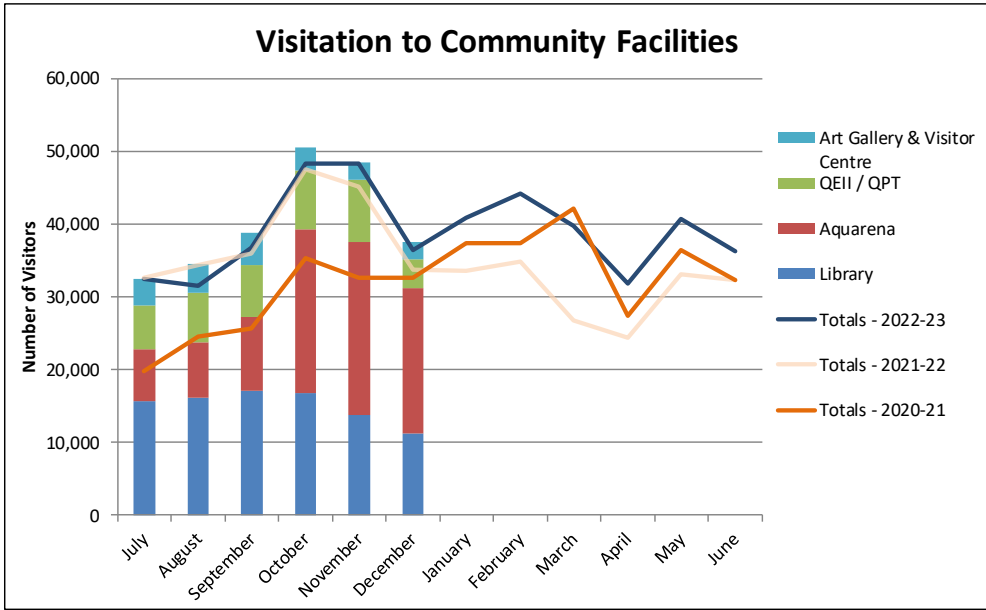
Comments:

Nexus Airlines implemented its full service schedule for the Geraldton-Perth route in October resulting in an overall increase in passenger numbers.

For the month of November total passenger movements were 11,861.

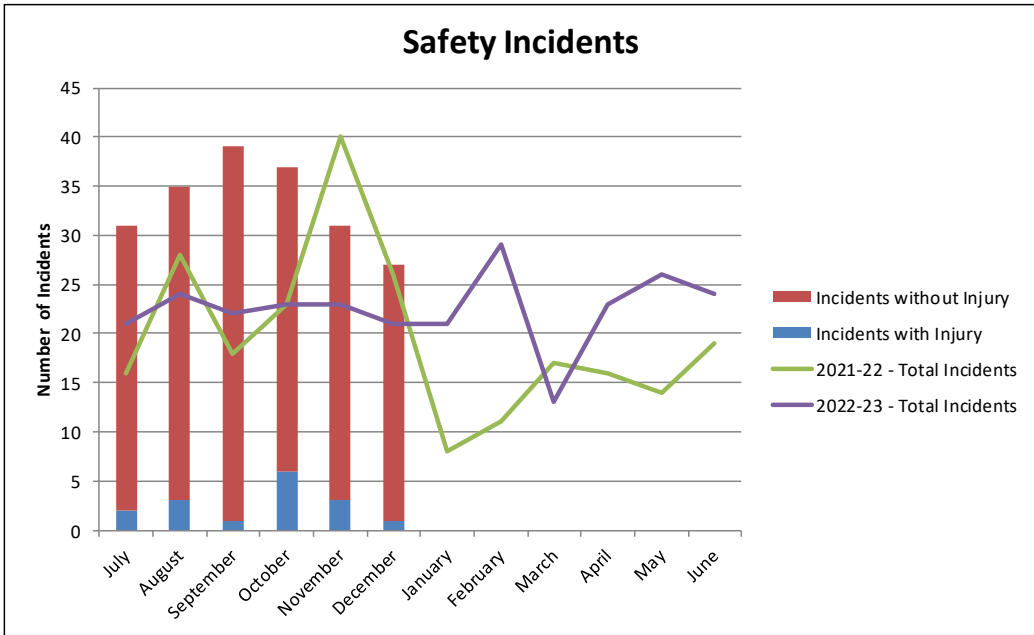
**Passenger movement reporting is 1 month in arrears due to delays in airlines reporting actual figures.*

SOCIAL KEY PERFORMANCE INDICATORS



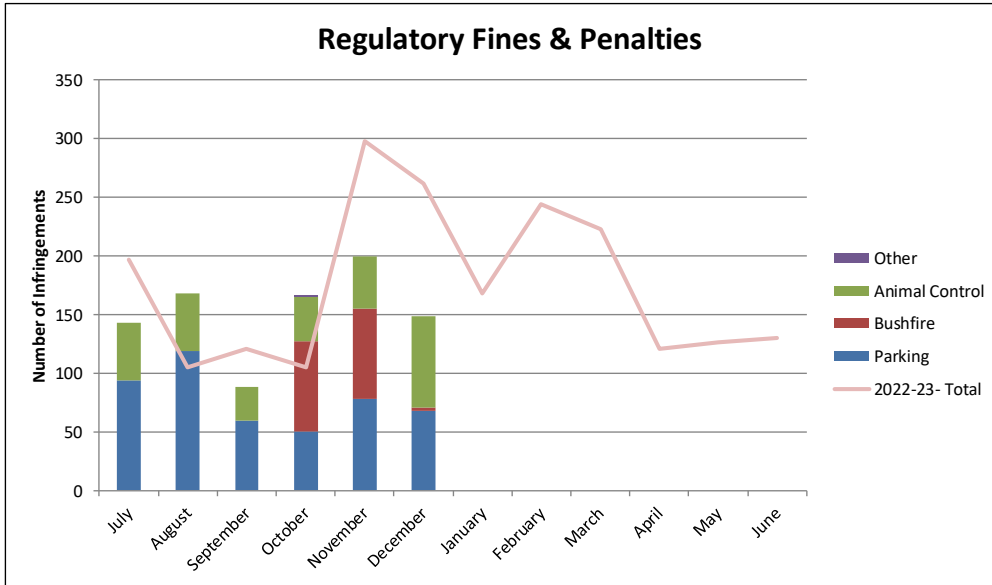
Comments:
 Geraldton Regional Library visitations recorded in December were 11,253.
 Visitation to the Aquarena in December was 19,990 compared to 23,860 in November.
 QEII had 1,861 attendances in December. QPT hosted 5 events in December with 2,042 attendees.
 Art Gallery and Visitors Centre recorded a total of 2,443 visits in December compared to 2,388 visits in November.

GOVERNANCE KEY PERFORMANCE INDICATORS



Comments:
 There was 1 incident with injury and 26 incidents without injury in December:
 • Injury/Illness – 1 (Employee)
 • Vehicle/Property damage – 4
 • Security – 5
 • Near Miss – 0
 • Environment - 2
 • Report only – 15 (13x Members of the Public, 0x employee and 2x contractors)
 Lost Time Injury (LTI):
 FY 2022-23 - 44 days
 2023-24 YTD - 138 days
 The City has recently seen an increase in its reportable LTI days. However, the majority of these have been minor in nature with delays resulting from the wait times to obtain doctor appointments, confirmatory scans and treating specialist appointments.

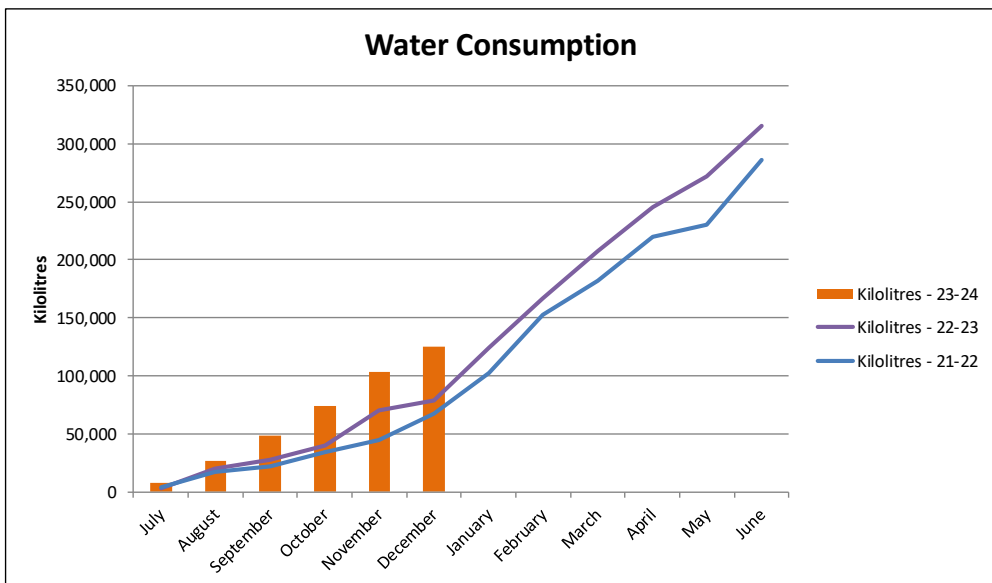
ENVIRONMENTAL KEY PERFORMANCE INDICATORS



Comments:
 Fines issued in December totalled 149:
 Parking: 68
 Animal Control: 78
 Bushfires Act: 3
 Other: 0

This compares to 262 for the same period last year.

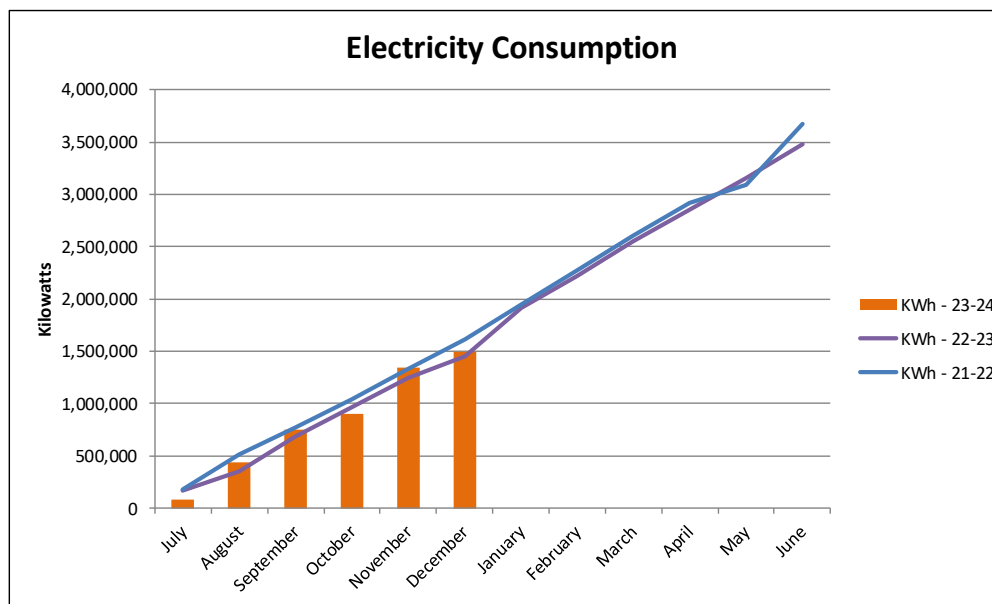
Prior year total infringements issued:
 2022-23: 2,100
 2021-22: 2,142
 2020-21: 1,069
 2019-20: 1,329
 2018-19: 2,276



Comments:
 Total kilolitres used to 31 December was 125,507kL compared to 79,106kL for the same period last year.

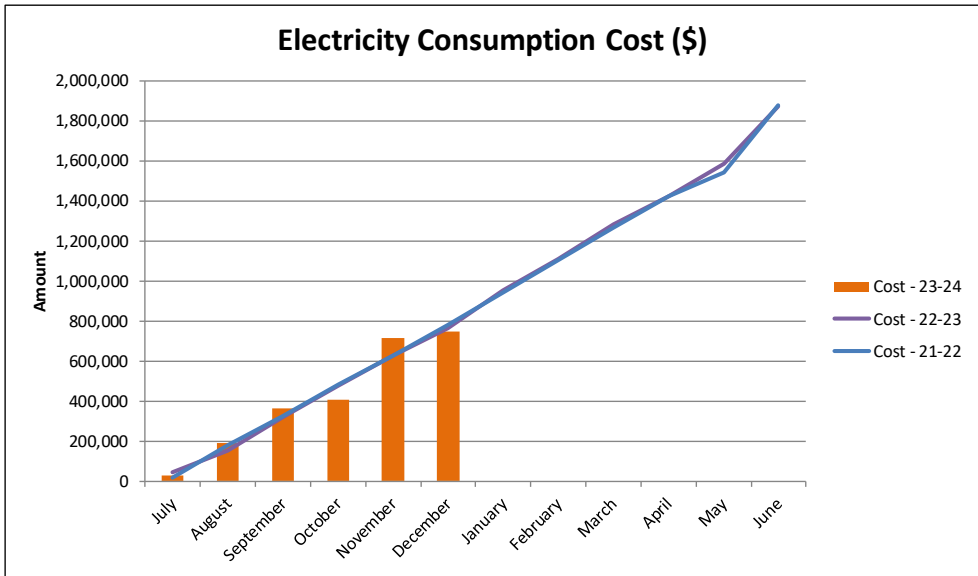
The increase in water consumption compared with prior years is the result of the following factors:
 - A drier winter necessitating additional watering requirements. A hotter Summer is also predicted to further impact current year water consumption;
 - The draining and refilling of the Aquarena outdoor swimming pool; and
 - Water leakage identified at three City sites. Repairs have been carried out and credits sought with Water Corp.

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



Comments:
 Total kilowatt hours used to 31 December was 1,494,372 compared to 1,456,852 for the same period last year.

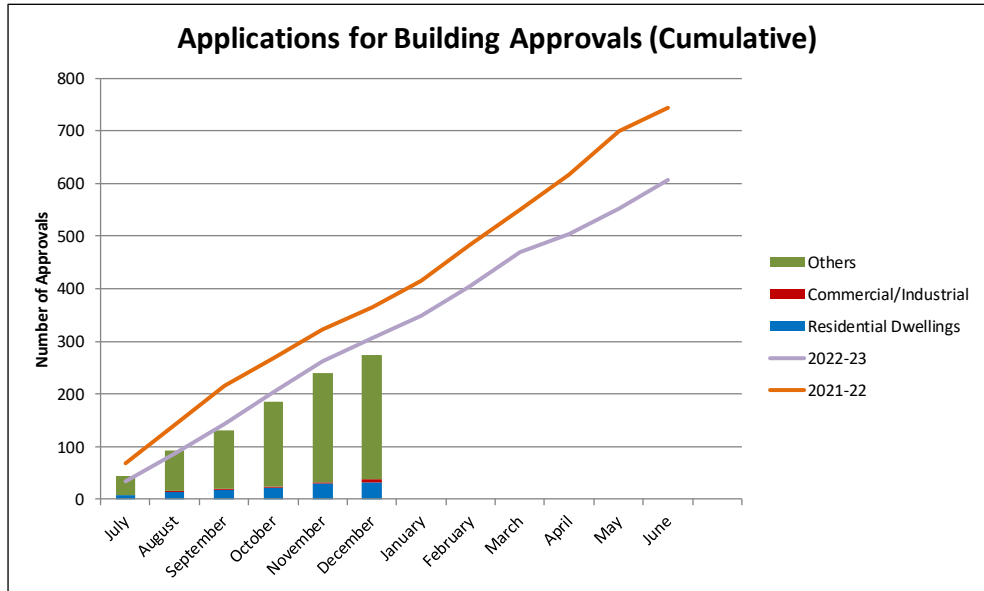
Variable billing periods do not allow for precise correlation to the previous financial year.



Comments:
 Electricity consumption cost as at 31 December 2023 was \$746,397 compared with \$763,682 for the same period last year.

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

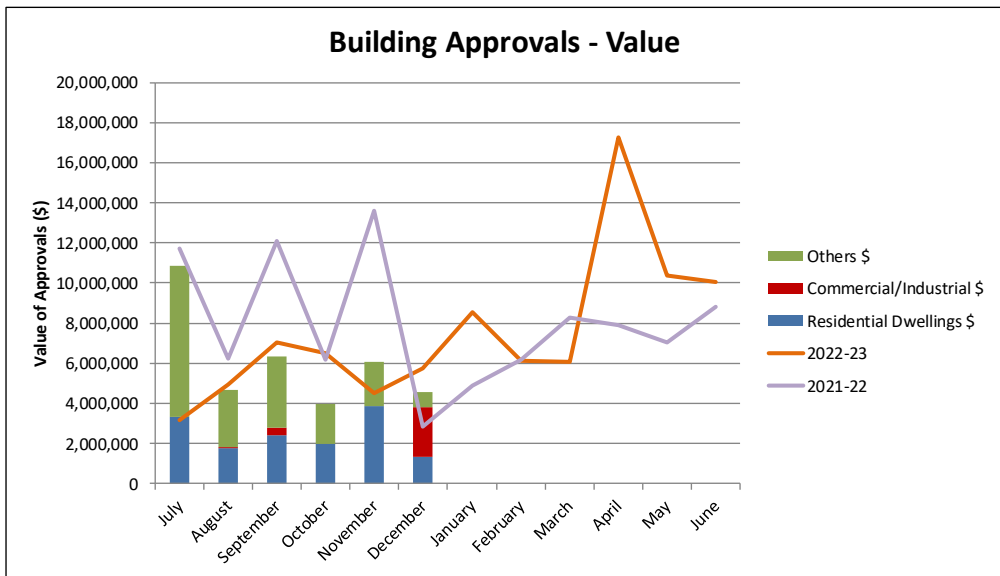
BUILDING APPROVALS STATISTICS



Comments:
 Residential approvals for December were 3 compared with 7 for the same month last year.

Commercial approvals for December were 3 compared to 2 for the same month last year.

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



Comments:
 Residential dwelling approvals for the month of December had a value of \$1,358,927 compared with \$2,735,601 during the same period last year.

Commercial applications for the month of December had a value of \$2,474,822 compared with \$220,000 during the same period last year.

CITY OF GREATER GERALDTON

STATEMENT OF FINANCIAL ACTIVITY FOR THE PERIOD ENDED 31 DECEMBER 2023

	Current	Current	YTD Actual	Variances		
	Budget	YTD Budget		\$	%	
Operating Income						
Rates	51,901,243	51,743,241	51,745,344	-2,103	0.0%	✓
Grants, Subsidies & Contributions	11,195,856	2,555,521	2,910,249	-354,728	-13.9%	✗
Fees & Charges	26,111,264	16,974,989	17,562,720	-587,731	-3.5%	✗
Interest Earnings	2,725,398	1,326,320	2,305,832	-979,512	-73.9%	✗
Other	481,815	110,213	100,617	9,596	8.7%	✓
Profit On Disposal Of Assets	198,612	0	0	0		✓
	92,614,188	72,710,284	74,624,761	-1,914,477	-2.63%	
Operating Expenditure						
Employee Costs	-33,003,129	-16,503,352	-16,723,229	219,877	-1.3%	✗
Materials & Contractors	-26,267,398	-12,329,683	-11,972,715	-356,968	2.9%	✗
Utility & Govt Charges	-2,965,421	-1,175,483	-1,179,896	4,413	-0.4%	✓
Insurance	-1,030,453	-1,018,116	-982,099	-36,017	3.5%	✓
Finance Costs	-681,167	-183,795	-180,087	-3,708	2.0%	✓
Other Expenditure	-3,357,452	-1,800,985	-2,333,075	532,090	-29.5%	✗
Depreciation On Assets	-25,748,958	-12,873,984	-12,900,000	26,016	-0.2%	✓
Loss On Disposal Of Assets	-543,950	0	0	0		✓
	-93,597,928	-45,885,398	-46,271,100	385,702	-0.8%	
NET OPERATING	-983,740	26,824,886	28,353,661	-1,528,775	-5.7%	
Non-Cash Expenditure and Revenue						
(Profit) / Loss on Asset Disposals	345,338	0	0	0		✓
Movement in Non-current Assets & Non-current provision	56,159	0	0	0		✓
Depreciation on Assets	25,748,958	12,873,984	12,900,000	-26,016	-0.2%	✓
	26,150,455	12,873,984	12,900,000	-26,016	-0.2%	
Capital Expenditure						
Purchase Land	-315,000	0	0	0		✓
Purchase Buildings	-3,824,653	-1,253,233	-477,797	-775,436	61.9%	✗
Purchase Plant and Equipment	-5,082,515	-1,677,020	-531,754	-1,145,266	68.3%	✗
Purchase Furniture and Equipment	-1,794,650	-322,000	-211,793	-110,207	34.2%	✗
Purchase Infrastructure Assets - Roads	-13,005,940	-6,078,617	-3,986,164	-2,092,453	34.4%	✗
Purchase Infrastructure Assets - Parks	-10,998,860	-5,702,167	-4,452,259	-1,249,908	21.9%	✗
Purchase Infrastructure Assets - Airport	-5,074,103	-204,856	-74,596	-130,260	63.6%	✗
Purchase Infrastructure Assets - Meru	-7,709,062	-7,013,378	-7,102,349	88,971	-1.3%	✗
Purchase Infrastructure Assets - Other	-8,952,802	-3,117,084	-2,174,240	-942,844	30.2%	✗
Purchase Intangibles	0	0	0	0	0.0%	✓
Self Supporting/Other Community Loans Paid Out	-700,000	0	0	0		✓
Lease Payments	-47,974	-21,988	-20,872	-1,116	5.1%	✓
Repayment of Debentures	-3,727,425	-1,844,913	-1,837,541	-7,372	0.4%	✓
	-61,232,984	-27,235,256	-20,869,366	-6,365,890	23.4%	
Capital Revenue						
Non Operating Grants & Subsidies	17,416,619	3,536,170	4,705,087	-1,168,917	-33.1%	✗
Proceeds from Disposal of Assets	894,900	408,955	94,091	314,864	77.0%	✗
Proceeds from New Debentures	700,000	0	0	0		✓
Self-Supporting Loan Principal Income	153,670	61,505	61,316	189	0.3%	✓
Council Loan Principal Income	20,439	10,180	10,151	29	0.3%	✓
	19,185,628	4,016,810	4,870,645	-853,835	-21.26%	
Reserves						
Transfers to Reserves	-184,000	0	0	0		✓
Transfers from Reserves	13,612,133	0	0	0		✓
	13,428,133	0	0	0		
Current Funding Surplus (Deficit)	-3,452,508	16,480,424	25,254,940	-8,774,516	-53.24%	✗

CITY OF GREATER GERALDTON

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2023

	30 June 2023	31 December 2023
	\$	\$
CURRENT ASSETS		
Cash and cash equivalents	18,218,685	12,237,752
Trade and other receivables	8,471,445	16,020,577
Other financial assets	38,719,933	58,827,859
Inventories	444,848	112,778
Contract assets	2,338,083	3,758,038
Assets classified as held for sale	0	0
TOTAL CURRENT ASSETS	68,192,994	90,957,003
NON-CURRENT ASSETS		
Trade and other receivables	600,600	600,600
Other financial assets	11,561,234	6,111,235
Property, plant and equipment	195,777,309	196,998,653
Infrastructure	698,771,390	716,560,998
Right-of-use assets	53,889	53,889
Intangible assets	159,460	159,460
TOTAL NON-CURRENT ASSETS	906,923,882	920,484,835
TOTAL ASSETS	975,116,876	1,011,441,838
CURRENT LIABILITIES		
Trade and other payables	16,799,800	9,973,519
Contract liabilities	2,650,060	1,596,503
Lease liabilities	47,974	27,102
Borrowings	3,696,812	1,859,271
Employee related provisions	5,806,558	5,816,932
TOTAL CURRENT LIABILITIES	29,001,204	19,273,326
NON-CURRENT LIABILITIES		
Lease liabilities	8,285	8,285
Borrowings	16,463,815	16,463,815
Employee related provisions	314,866	314,866
Other provisions	13,279,333	13,279,333
TOTAL NON-CURRENT LIABILITIES	30,066,299	30,066,299
TOTAL LIABILITIES	59,067,503	49,339,626
NET ASSETS	916,049,373	962,102,212
EQUITY		
Retained surplus	349,956,226	396,009,065
Reserve accounts	51,755,828	51,755,828
Revaluation surplus	514,337,319	514,337,319
TOTAL EQUITY	916,049,373	962,102,212

EXPLANATION OF MATERIAL VARIANCES – 31 DECEMBER 2023

The material variance thresholds are adopted annually by Council as an indicator of whether the actual expenditure or revenue varies from the year to date budget materially.

The material variance adopted by Council for the 2023-24 year is 10% or \$50,000

Description	Var. \$	Var. %	
	\$	%	
Revenue from operating activities			
Grants, subsidies and contributions	(354,728)	(13.88%)	▲
Unbudgeted receipt of proceeds from sale of property estate bequeathed to the City \$143.5K, Airport security screening income up by \$337.2K due to extension of Regional Airport Security Screening Infrastructure (RASI) program until November 2023., Main Roads direct grant higher than budgeted by \$41.1K. Insurance proceeds up \$59.5K due to higher settlement amount for the outdoor swimming pool. Partly Offset by QPT Something for You grant income budgeted for 23/24, received in 22/23 \$54K.		Permanent	
Later receipt of operating grant funds \$202.6K, including coastal adaptation and protection grants and emergency management (mitigation activity funding). Earlier receipt of Rio Tinto Youth Vibrancy funding \$35K		Timing	
Fees and charges	(587,731)	(3.46%)	▲
Meru fees and charges higher than budgeted \$295.6K, primarily due to higher contaminated soil, septage disposal, free tipping income and mixed waste internal transfers. Airport security screening income down \$337.2K due to extension of the airport RASI program. This was offset by higher airport passenger service fees and weight landing fees of \$106.5K. Town planning fees higher than budgeted \$129.4K.		Permanent	
Leasing fees (including airport) higher than budgeted \$250.7K due to earlier timing of invoicing.		Timing	
Interest revenue	(979,512)	(73.85%)	▲
Interest revenue up due to current high level of interest rates.		Permanent	
Expenditure from operating activities			
Employee costs	219,877	(1.33%)	▼
Variance due to later processing of employee timesheets due to IBIS transition.		Timing	
Materials and contracts	(356,968)	2.90%	▲
Engineering projects, coastal adaptation and protection projects, ERP implementation, art exhibition costs, residential collection and landfill maintenance costs down. IT software licenses and subscriptions, parks and road maintenance expenses up. The net impact of these timing differences is (\$615.9K). These are due to seasonal expenditure variations and later timing of projects.		Timing	
Meru tyre disposal costs up \$201.1K, fire mitigation expenses up \$54.8K		Permanent	
Other expenditure	532,090	(29.54%)	▼
Variances of \$259K due to later processing of plant costs and public works overheads allocations impacting on capital project allocations. These variances represent timing differences only.		Timing	
Meru free tipping and mixed waste internal transfers up by \$194.4K. This is offset by an equivalent increase in fees and charges income.		Permanent	
Outflows from investing activities			
Payments for property, plant and equipment	(2,030,909)	62.45%	▲
Replacement of fleet vehicles and various building projects, including the Library, Airport and Greenough Terminal airconditioning projects, painting of the Greenough Museum and demolition of the old Mullewa daycare building, now planned to occur later than originally projected. Note that purchase orders for the fleet vehicles have been issued. Replacement of the airport identification system, library radio frequency identification (RFID) gates and CCTV cameras and new public art acquisitions are also now planned to occur later than originally projected.		Timing	
Payments for construction of infrastructure	(4,326,494)	19.56%	▲
Roads - year to date expenditure for the City's roadworks program is currently tracking behind budget by \$2,092.5K. Projects include the Goulds Road, Nangetty-Walkaway Road, Flores Road, Seventh Street, Third Street, Charles Street, Lawley Street and Central Road asphalt projects, Allanooka Spring road widening, renewal of Camarvon-Mullewa Road cattlegrids and various gravel resheet projects. The Bosley Street and Tapaoroa Court asphalt projects and the Williams Road intersections are currently tracking ahead of budget.		Timing	
Parks - year to date Parks infrastructure expenditure is currently tracking behind budget by \$1,249.9K. Later timing of the Mullewa Recreation Ground bore line, the Muir Park upgrade, Mullewa Pool shade structures and final payments for the Art Gallery park and the Aquarena outdoor pool are the main contributors.		Timing	
Airports - year to date expenditure is slightly lower than budgeted by \$130.3K, mainly due to later delivery of the airport microgrid and elevated edge lighting projects.		Timing	
Meru Infrastructure - circa \$500k variance to project costs attributed to the DFES fire engineering requirements being more extensive than designed, additional drainage requirements and the cost of the rock excavation which makes up the largest portion of this increase. Will be included in the Mid Year Budget Review.		Permanent	
Carparks - year to date expenditure is currently tracking behind budget by \$179.6K. This is due to lower renewal costs for the Mitchell Street Carpark associated with the Spalding Regional Renewal Project. This underspend will be reflected in the Mid Year Review.		Permanent	
Bridges & Major Culverts - year to date expenditure is tracking behind budget by \$129.2K due to later timing of the design work for the Nangetty-Walkaway Bridge replacement and Chapman Valley Road culvert renewal.		Timing	
Drainage - year to date expenditure is down by \$246.2K, primarily due to later timing of emergent drainage works and minor culvert replacement works.		Timing	
Pathways - year to date pathways expenditure is tracking behind budget by \$376.4K primarily due to lower costs of construction for the Broome Street and Chapman Road pathway projects. The Chapman Road pathway project is fully funded by the Department of Transport and a variation is planned to reallocate the underspend to the Brand Highway pathway project.		Permanent	
Inflows from investing activities			
Proceeds from capital grants, subsidies and contributions	(1,168,917)	(33.06%)	▲
Timing differences associated with earlier recognition of capital grant income, primarily for the Spalding Regional Renewal Project, Midwest Regional Resource Recovery Facility and the Chapman Road pathway grants		Timing	
Proceeds from disposal of assets	314,864	76.99%	▼
Disposals associated with trade-in of fleet assets now planned to occur later than originally budgeted.		Timing	
Surplus or deficit after imposition of general rates	(8,774,516)	(53.24%)	▲
Due to variances described above			

NET CURRENT FUNDING POSITION – 31 DECEMBER 2023

Current Assets

Cash and Cash Equivalents
Trade and other receivables
Other financial assets
Inventories
Contract assets
Assets classified as held for sale

Total Current Assets

Less: Current Liabilities

Trade and other payables
Contract liabilities
Lease liabilities
Borrowings
Employee related provisions

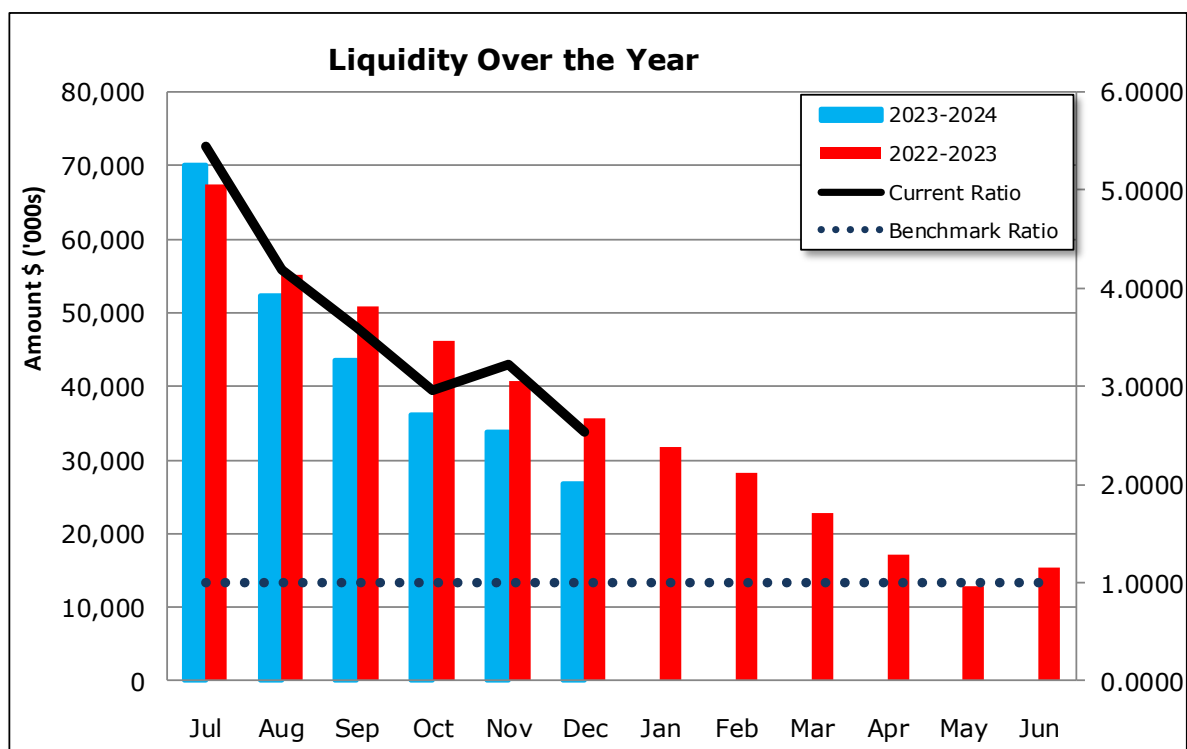
Less: Cash Restricted

Unrestricted Net Current Asset Position

Less: Current portion of self supporting loans
Less: Current portion of Council loans receivable
Less: Land held for resale (sales in future years)
Current portion of borrowings
Current portion of lease liabilities

Net Current Funding Position

Positive=Surplus (Negative=Deficit)		
2023-2024		2022-2023
This Period	Last Period	This Period
\$	\$	\$
12,237,752	14,361,758	9,026,487
16,020,577	18,850,929	11,535,277
58,827,859	58,827,859	59,125,435
112,778	210,517	420,500
3,758,038	3,760,006	203,018
0	3,113,740	7,446,159
90,957,003	99,124,808	87,756,876
9,973,519	7,926,755	8,095,190
1,596,503	1,541,471	2,117,386
27,102	31,276	24,252
1,859,271	1,859,271	3,912,119
5,816,932	5,816,932	5,583,468
19,273,326	17,175,705	19,732,415
-46,755,828	-46,755,828	-28,826,435
24,927,849	35,193,276	39,198,026
-61,743	-61,743	0
-10,288	-10,288	0
0	-3,113,740	-7,446,159
1,859,271	1,859,271	3,912,119
27,102	31,276	24,252
26,742,190	33,898,052	35,688,238



MONTHLY INVESTMENT REPORT – 31 DECEMBER 2023

Deposit Ref	Current Credit Rating	Maturity/ Conversion	Invested Interest rates	Term	Amount Invested	Accrued Interest	Current Value @ 31/12/2023	Percentage of Portfolio
Commonwealth								
	A1+							
BOS Call Account - Muni	A1+	On Demand	4.35%		7,597,619		7,597,619	
Reserve Investment 345	A1+	22/2/2024	5.04%	12 months	6,000,000	259,318	6,259,318	
Reserve Investment 348	A1+	15/8/2024	5.60%	12 months	4,900,000	104,498	5,004,498	
Reserve Investment 349	A1+	15/8/2024	5.60%	12 months	5,250,000	111,962	5,361,962	
Municipal Investment 350	A1+	21/2/2024	5.30%	6 months	6,000,000	112,389	6,112,389	
Reserve Investment 352	A1+	2/9/2024	5.36%	12 months	5,250,000	94,057	5,344,057	
			Subtotal		34,997,619	682,224	35,679,842	48.95%
National Bank								
	A1+							
Reserve Investment 347	A1+	15/3/2024	4.65%	12 months	5,083,269	189,098	5,272,367	
Reserve Investment 353	A1+	2/9/2024	5.15%	12 months	6,000,000	103,282	6,103,282	
			Subtotal		11,083,269	292,380	11,375,649	15.61%
AMP Bank								
	A2							
Reserve Investment 297	A2	22/8/2024	5.40%	12 months	2,300,000	45,256	2,345,256	
Reserve Investment 346	A2	14/3/2024	4.80%	12 months	1,667,075	64,016	1,731,091	
			Subtotal		3,967,075	109,272	4,076,347	5.59%
Bank of Queensland								
	A2							
Reserve Investment 354	A2	14/10/2024	5.15%	12 months	5,250,000	60,001	5,310,001	
			Subtotal		5,250,000	60,001	5,310,001	7.28%
Suncorp								
	A1							
Reserve Investment 344	A1	15/11/2024	4.65%	12 months	5,000,000	262,438	5,262,438	
			Subtotal		5,000,000	262,438	5,262,438	7.22%
Judo Bank								
	A3							
Reserve Investment 355	A3	14/10/2024	5.15%	6 months	2,402,582	27,798	2,430,380	
Reserve Investment 356	A3	27/5/2024	5.40%	12 months	2,652,901	13,344	2,652,901	
			Subtotal		5,055,483	41,142	5,083,281	6.97%
Bendigo Bank								
	A-2							
Municipal Investment 351	A-2	25/1/2024	5.05%	5 months	6,000,000	107,088	6,107,088	
			Subtotal		6,000,000	107,088	6,107,088	8.38%
			Total Funds Invested		71,353,446	1,554,545	72,894,646	100.0%

