

QUARTERLY BUDGET REVIEW STATEMENT

MARCH 2020

2020/274426

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Northern Beaches Council

Income and operating expenses budget review statement

For the period 1 July 2019 to 31 March 2020

		Annual					Year to date
	Actual	ORIGINAL	REVISED	Recommended	Notes	CURRENT	YTD
		Budget	Budget	changes for		Forecast	
	\$'000	\$'000	\$'000	Council resolution \$'000		\$'000	Actual \$'000
Income from continuing operations							
Rates and annual charges	211,058	211,730	209,514	-	1	209,514	209,517
User charges and fees	81,784	84,115	82,693	(6,517)	2	76,176	62,256
Investment fees and revenues	6,696	5,687	4,651	(354)	3	4,297	3,521
Other revenues	25,641	24,926	28,406	(4,213)	4	24,193	18,755
Grants and contributions - Operating purposes	15,478	20,312	23,679	(4,222)	5	19,457	9,957
Grants and contributions - Capital purposes	18,111	29,246	22,957	(1,267)	6	21,691	15,561
Gains on disposal of assets	176	1,073	976	(132)	7	844	550
Total income from continuing operations	358,944	377,089	372,877	(16,705)		356,173	320,118
Expenses from continuing operations							
Employee benefits and oncosts	(132,461)	(134,448)	(135,959)	618	8	(135,342)	(100,181)
Borrowing costs	(3,277)	(3,441)	(3,055)	30	9	(3,025)	(2,271)
Materials and contracts	(111,563)	(118,001)	(120,175)	1,492	10	(118,683)	(89,281)
Depreciation and amortisation	(39,629)	(38,795)	(39,206)	31	11	(39,176)	(29,522)
Other expenses	(43,989)	(48,498)	(48,042)	3,165	12	(44,877)	(32,591)
Total expenses from continuing operations	(330,919)	(343,183)	(346,437)	5,335		(341,102)	(253,847)
Surplus / (Deficit) from continuing operations	28,025	33,906	26,441	(11,370)		15,071	66,271
Surplus / (Deficit) before Capital Grants & Contributions	9,914	4,660	3,483	(10,103)		(6,620)	50,710
Less: Rates yet to be allocated							(32,960)
Surplus / (Deficit) before Capital Grants & Contributions - adjusted for rates unallocated							17,751

Northern Beaches Council

Income and expenses budget review statement

excluding Kimbriki Environmental Enterprises

For the period 1 July 2019 to 31 March 2020

Council is the majority shareholder (96%) in Kimbriki Environmental Enterprises Pty Ltd. Kimbriki operates a waste and recycling business with a 25-year lease over a Council owned site. As a subsidiary of the Council, the consolidated financial reports of the Council incorporate the Kimbriki operation. For the information of the Council, an Income Statement has been prepared to represent the financial results of the Council's operations, excluding Kimbriki.

	Annual				Year to date
	ORIGINAL	REVISED	Recommended	CURRENT	YTD
	Budget	Budget	Changes	Forecast	Actual
	\$'000	\$'000	\$'000	\$'000	\$'000
Income from continuing operations					
Rates and Annual Charges	211,730	209,514	-	209,514	209,517
User Charges and Fees	61,426	61,708	(8,972)	52,736	44,857
Investment Fees and Revenues	5,589	4,351	(350)	4,001	3,295
Other Revenues ¹ .	24,635	26,695	(1,699)	24,997	19,421
Grants and Contributions - Operating Purposes	20,312	23,679	(4,222)	19,457	9,957
Grants and Contributions - Capital Purposes	29,246	22,957	(1,267)	21,691	15,561
Gains on disposal of Assets	1,073	978	18	997	632
Total income from continuing operations	354,011	349,884	(16,491)	333,393	303,240
Expenses from continuing operations					
Employee Benefits and Oncosts	(129,016)	(130,909)	513	(130,397)	(96,480)
Borrowing Costs	(1,523)	(1,443)	30	(1,413)	(1,062)
Materials and Contracts ² .	(117,693)	(117,869)	1,552	(116,317)	(87,607)
Depreciation and Amortisation	(37,066)	(37,066)	-	(37,066)	(27,971)
Other Expenses	(38,333)	(38,230)	2,966	(35,264)	(25,582)
Total expenses from continuing operations	(323,630)	(325,518)	5,061	(320,457)	(238,702)
Surplus / (Deficit) from continuing operations	30,381	24,366	(11,430)	12,936	64,538
Surplus / (Deficit) before Capital Grants & Contributions	1,135	1,408	(10,163)	(8,755)	48,977
Less: Rates yet to be allocated					(32,960)
Surplus / (Deficit) before Capital Grants & Contributions - adjusted for rates unallocated					16,017

¹. Other Revenues includes lease income received from Kimbriki

². Materials and Contracts includes disposal costs charged to Council by Kimbriki

Northern Beaches Council

Notes to the Income Statement

For the period 1 July 2019 to 31 March 2020

Recommended changes to the Revised Budget

Budget variations being recommended include the following material items:

Note	Proposed variation		Details
	Fav / (Unfav)	%	
	\$'000	%	
2	(6,517)	(7.9%)	User charges and fees Decreases in income for a number of Council businesses (offset by expenditure where possible) due to the impact of the COVID-19 pandemic, including: <ul style="list-style-type: none"> • Parking fees income due to the continued decline in usage at parking stations and delayed implementation of Manly parking scheme (\$2.176m). • Aquatic centres income due to the closure of the centres (\$1.389m). • Sydney Lakeside income as a result of fewer bookings due to the impact of COVID 19 (\$1.145m). • Development Assessment income due to lower dollar value applications and a reduction in pre-lodgement meetings (\$0.950m). • Childrens Services income due to the impact of changes to funding and COVID-19 (\$0.905m) • Environmental health income due to the waiving of fees (\$0.328m). • Sporting Facilities income due to closure of facilities (\$0.389m). • Venue hire income due to the closure of community centres (\$0.695m). • Hoarding Permits due to the decline in applications (\$0.231m). • Glen Street income due to the closure of the theatre (\$0.251m) • Fire safety income due to the waiving of fees (\$0.103m). <p>These decreases have been partially offset by increases in income:</p> <ul style="list-style-type: none"> • Increased tipping fees at Kimbriki \$2.455m primarily through the re-classification of recycling fees from "Other Revenue".
3	(354)	(7.6%)	Investment fees and revenues Interest on investments are lower, reflecting the impact of the Reserve Bank's decisions lowering the cash rate, the decline in margins reflecting the lower demand for funds from the banks and the impact of COVID-19 on cashflows (\$0.354m)
4	(4,213)	(14.8%)	Other revenues Decreases in: <ul style="list-style-type: none"> • Kimbriki recycling and other income, primarily due to the reclassification of recycling fees as "User Charges and Fees" (\$2.514m) • Fines income due to the impact of COVID-19 (\$1.224m) • Sales income at closed facilities incl Glen St and the Aquatic Centres (\$0.293m) • Event sponsorships and fees lost due to event cancellations (\$0.283m)
5	(4,222)	(17.8%)	Grants and contributions - Operating purposes Reduced operating grants and contributions including: <ul style="list-style-type: none"> • Stronger Communities Fund - Wakehurst Parkway - (\$3.504m) - project on hold • Stronger Communities Fund - Mona Vale performance space - (\$1.909m) - project on hold • Streetlighting reduced contribution - (\$0.315m). • Ausgrid Contribution - Barrenjoey Road Newport - (\$0.101m). Partially offset by anticipated natural disaster funding claims of \$1.730m.

Note	Proposed variation		Details
	Fav / (Unfav)		
	\$'000	%	
6	(1,267)	(5.5%)	Grants and contributions - Capital purposes <ul style="list-style-type: none"> Re-phasing to future years capital grants and contributions associated with the timing of the capital works program including Carols Wharf renewal - (\$0.591m), Church Point masterplan wharf extension - (\$0.434m), Bells Wharf renewal- (\$0.302m), Connecting Communities footpath and cycleway programs (\$0.557m), New traffic roadworks - \$0.550m, Carpark Patanga Road Frenchs Forest \$0.241m Non-cash contribution through a VPA at Fern Creek Warriewood \$0.595m Reduction in development contributions anticipated - (\$0.865m)
7	(132)	(13.5%)	Gains on disposal of assets <ul style="list-style-type: none"> Lower than anticipated vehicles to be replaced (\$0.300m). Net profit of \$0.210m on the sale of land under a VPA land swap at Fern Creek Warriewood (proceeds \$1.182m less written down value of \$0.972m)
	(16,705)		TOTAL INCOME VARIATIONS
8	618	0.5%	Employee benefits and oncosts Primarily due to vacant positions in Children's Services, Development Assessment, Strategic Planning and Transport & Civil maintenance & construction staff
9	30	1.0%	Borrowing costs <ul style="list-style-type: none"> Lower interest rates on variable loans - \$0.030m.
10	1,492	1.2%	Materials and contracts Increases in: <ul style="list-style-type: none"> November (\$0.905m) and February storm events clean up (\$2.4m) Waste Management - Increased vegetation and waste due to resident bushfire preparation and storm clean up and an increase in domestic waste volumes since COVID-19 restrictions implemented - (\$1.1m). Property - fast tracked inspections and maintenance on closed facilities and extra work undertaken during closed periods - (\$0.449m). Transport & Civil Infrastructure - heavy patching undertaken in response to rain events and after hours call outs (\$0.526m) and the timing of road restorations (\$0.118m) Bushfire emergency preparation (\$0.190m) Decreases include: <ul style="list-style-type: none"> Wakehurst Parkway Flooding - Feasibility complete and discussions with TfNSW ongoing for additional funding to implement preferred option - Funding on hold. \$3.514m. Events - Reduction in costs for cancelled events \$0.490m. Environment & Climate Change- Reduction in contract services & consultancy costs \$0.669m. Fuel \$0.220m Library - Reduction in non fixed costs \$0.179m. Reduction on contract services \$0.085m for Land Use Planning, \$0.065m Development Assessment \$0.087m for Strategy and Performance Parks & Recreation - Tree operations expenses reduced \$0.190m HR reduction in contract services & agency costs \$0.167m Fines processing fees reduction \$0.139m Reduction in expenditure due to decreased utilisation for Children Services \$0.276m and Car Parks \$0.184m Reduction in costs for closed Aquatic Centres \$0.128m and Glen St Theatre \$0.101m

Note	Proposed variation		Details
	Fav / (Unfav)		
	\$'000	%	
11	31	0.1%	Depreciation and amortisation Decrease in depreciation for Kimbriki assets - \$0.031m.
12	3,165	6.6%	Other expenses Decreases in: <ul style="list-style-type: none"> • Mona Vale Performance Space project on hold - \$1.932m (Stronger communities fund) • Street lighting expenditure due savings achieved following the accelerated replacement of streetlights with energy efficient LED fittings - \$1.332m. • Aquatic Centres due to closures - \$0.449m. • Kimbriki EPA levies as a result of lower than expected landfill tonnages- \$0.191m • Insurance \$0.135m and advertising savings \$0.115m Increases in: <ul style="list-style-type: none"> • Rent relief for lessees/licensees due to COVID19 incl outdoor dining - (\$1.278m).
	5,335		TOTAL OPERATING EXPENDITURE VARIATIONS
	(11,370)		TOTAL RECOMMENDED CHANGES TO INCOME AND OPERATING EXPENSES

Northern Beaches Council
Capital Budget Statement
For the Period 1 July 2019 to 31 March 2020

	Original Budget \$'000	Revised Budget \$'000	Recommended changes for Council Resolution \$'000	Current Forecast \$'000	Actual 1 Jul 2019 to 31 Mar 2020 \$'000
Capital Funding					
Working Capital	18,470	19,224	(2,622)	16,602	8,054
Depreciation	38,972	41,781	(3,752)	38,029	20,246
Capital Grants & Contributions					
- New Grants	10,147	9,650	323	9,973	6,928
- Grants rolled over from prior year	10,800	5,938	(725)	5,213	3,154
Externally restricted reserves					
- Developer contributions	14,410	12,226	(1,996)	10,230	6,499
- Domestic waste	3,000	1,497	(247)	1,250	830
- Other	1,170	1,140	-	1,140	764
Internally restricted reserves					
- Merger Savings Fund	5,434	5,496	(1,533)	3,963	2,137
- Other	6,325	6,035	(53)	5,982	3,553
Income from Sale of Assets					
- Plant and equipment	1,582	1,487	-	1,487	1,665
Total Capital Funding	110,310	104,474	(10,605)	93,869	53,830
Capital Expenditure (by Service)					
Children's Services	2,366	2,676	-	2,677	2,286
Community, Arts and Culture Services	4,052	5,347	(757)	4,590	2,315
Corporate Support Services	2,361	3,362	207	3,569	1,538
Economic Development, Events and Engagement Services	4,634	3,158	-	3,159	1,755
Environment and Sustainability Services	16,269	16,631	(3,536)	13,096	7,064
Kimbriki Resource Recovery Centre	3,915	4,886	(14)	4,871	3,017
Library Services	2,176	2,284	59	2,343	1,240
Parks and Recreation Services	25,894	23,010	(1,220)	21,790	12,647
Property and Facilities Services	11,543	10,510	1,008	11,518	5,670
Transport, Traffic and Active Travel	33,965	31,112	(5,970)	25,140	15,487
Waste and Cleansing Services	3,135	1,498	(382)	1,116	811
Total Capital Expenditure	110,310	104,474	(10,605)	93,869	53,830

* Two projects have been reclassified across services.

Capital Expenditure - recommended changes to the budget

March 2020

March 2020

		(10,604,675)	SOURCE OF FUNDS					
Job	Job Description	Budget Variation + INCR / (DECR)	Reason for Change	Developer Contributions	Externally restricted	Internally restricted	Grants and Contri	Dep'n / Working Capital
Budget funding reallocation between projects								
CR05028	Community Buildings Works Program	(146,605)	Re-prioritisation of the 2019/20 building assets capital works program to fund the Raglan Street Building Upgrade project as per Council Report 28 Feb 2020.					(146,605)
CR05051	Palm Beach Pavilion	(38,812)						(38,812)
CR05062	Disability Access (DDA) Compliance Works	(85,897)						(85,897)
CR05063	Building Code of Australia (BCA) Compliance Works	(116,774)						(116,774)
CR05138	Raglan Street Building Upgrade	388,088						388,088
Total budget funding reallocation between projects/funding sources				-	-	-	-	-
Budget funding reallocation from operating budget								
CN01013	IT Software – New Works	25,000	Funding transferred from 31831000 (WHS Management) towards funding for the implementation of the new HRIS system.					25,000
Total budget funding reallocation from operating				-	-	-	-	25,000
Increase in capital works budget								
CN01011	New Traffic	550,000	Additional RMS grant funding for Mona Vale Pedestrian Fencing.				550,000	
CN01177	Carpark 3 Patanga Road, Frenchs Forest	240,581	Funding from Transport for NSW to construct a new carpark at 3 Patanga Road in Frenchs Forest.				240,581	

		(10,604,675)	SOURCE OF FUNDS					
Job	Job Description	Budget Variation + INCR / (DECR)	Reason for Change	Developer Contributions	Externally restricted	Internally restricted	Grants and Contri	Dep'n / Working Capital
CN01078	Glen St Masterplan Implementation	400,000	Higher than expected costs associated with shared path connections and changes in car park levels.	400,000				
CN01134	Acquisition of Minor Land Parcels	990,979	Voluntary Planning Agreement between Council and Frasers Property with a land swap in Warriewood Valley sector 9.	395,737			595,242	
CR05148	South Narrabeen SLSC - stage 2	40,000	Additional funding under Surf Club Facility Grant for clubhouse renovation, expanded training room and replacement stairwell and awning.				40,000	
CR05030	Beacon Hill Community Centre and Youth Club	420,000	Additional scope items identified to meet fire compliance requirements, post construction deep clean of Kindergarten and unforeseen remediation requirements.				140,279	279,721
CR05065	Energy Saving Initiatives Works Program	52,106	Additional income received through the NSW Government Energy Savings Scheme from projects undertaken by Council such as upgrades of lighting or air-conditioning systems to more energy efficient models.				52,106	
CR05083	Manly Library	46,200	Undertake Manly Library refurbishment					46,200
CN01149	New Library Technology Community spaces	12,711	Undertake sound proofing at Manly Library					12,711
CN01012	IT Infrastructure – New Works	7,000	Replacing and installing new infrastructure to support staff working from home due to COVID-19.					7,000
CR05068	IT Infrastructure - Replacements	16,942	Replacing and installing new infrastructure to support staff working from home due to COVID-19.					16,942
Total increase in capital works budget		2,776,519		795,737	-	-	1,618,208	362,574

		(10,604,675)	SOURCE OF FUNDS					
Job	Job Description	Budget Variation + INCR / (DECR)	Reason for Change	Developer Contributions	Externally restricted	Internally restricted	Grants and Contri	Dep'n / Working Capital
Decrease in capital works budget								
CR05112	Bin Replacements	(246,410)	Project is complete - return surplus funds to domestic waste reserve.		(246,410)			
CN01160	Coast Walk Aboriginal Art & Signage	(10,000)	Adjustment to allocation of Merger Savings Fund reserve across financial years - \$20k in 19/20 and \$180k in 20/21			(10,000)		
Total decrease in capital works budget		(256,410)		-	(246,410)	(10,000)	-	-

Projects deferred in response to COVID-19 pandemic								
CN01010	New Footpaths	(750,000)	Construction of remaining works deferred to 2020/21.					(750,000)
CN01011	New Traffic	(120,000)	Construction of remaining works deferred to 2020/21.					(120,000)
CN01018	Scotland Island Roads and Drainage Improvements	(32,649)	Construction re-scheduled for first quarter of the 2020/21 Financial Year due to COVID-19.					(32,649)
CN01028	Bike Plan Implementation - New	(150,000)	Construction of remaining works deferred to 2020/21.					(150,000)
CN01107	New Kerb and Gutter	(30,000)	Construction of remaining works deferred to 2020/21.					(30,000)
CR05011	Footpath Renewal	(100,000)	Construction of remaining works deferred to 2020/21.					(100,000)
CR05070	Major Plant	(340,000)	Costs reduced due to extension of fleet replacement schedule.					(340,000)
CR05071	Light Fleet	(400,000)	Costs reduced due to extension of fleet replacement schedule.					(400,000)
CR05075	Bridge Renewal	(300,000)	Construction of remaining works deferred to 2020/21.					(300,000)

		(10,604,675)	SOURCE OF FUNDS					
Job	Job Description	Budget Variation + INCR / (DECR)	Reason for Change	Developer Contributions	Externally restricted	Internally restricted	Grants and Contri	Dep'n / Working Capital
CR05130	Carol's Wharf Renewal	(1,259,764)	Project has been deferred to 2020/21 to ensure that the outcomes of community engagement are appropriately reflected in the final works and to plan the construction period around Ausgrid's Energy Reliability Project.			1,289	(591,053)	(670,000)
CR05131	Bells Wharf Renewal 2019/20	(710,500)	Project has been deferred to 2020/21 to ensure that the outcomes of community engagement are appropriately reflected in the final works and to plan the construction period around Ausgrid's Energy Reliability Project.			64,517	(301,635)	(473,382)
CR05134	Commercial Centre Renewal	(69,095)	Rephase of Forestville and North Narrabeen design packages due to COVID-19 as effective community engagement for these shopping precinct jobs will not be able to be achieved this financial year under current social distancing measures.					(69,095)
CR05144	West Esplanade Activation	(72,289)	Major West Esplanade project proposed for construction in 2021/22.					(72,289)
CN01142	Manly Life Saving Club	(150,000)	Project has been deferred to future years, subject to Council obtaining further offers of external funding.					(150,000)
CR05063	Building Code of Australia (BCA) Compliance Works	(20,000)	Projects for financial year 2019/20 have been completed.					(20,000)
CR05133	Multi Storey Car Parks	(110,000)	Planned work on air handling to be funded from the 2020/21 budget.					(110,000)
CR05137	Creative Arts Space - Mona Vale design works	(150,000)	This project has been paused and is being reviewed in connection with developing plans for the whole of the library, admin building and adjacent community hall.					(150,000)
CR05143	Surf Lifesaving Club major renewals Fund	(394,000)	Remainder of funds not allocated to a specific project. Reduced without impacting program delivery.					(394,000)

		(10,604,675)		SOURCE OF FUNDS				
Job	Job Description	Budget Variation + INCR / (DECR)	Reason for Change	Developer Contributions	Externally restricted	Internally restricted	Grants and Contri	Dep'n / Working Capital
CR05007	Planned Stormwater Renewals	(1,100,000)	Defer to July 2020 for the Construction of North Steyne GPT \$650K and Fairy Bower Upgrade \$450K.					(1,100,000)
CN01150	Ride on Sweepers	(135,000)	Budget removed as the sweepers have been purchased through the major plant replacement program CR05070 (Major Plant).					(135,000)
Total COVID-19 Deferrals		(6,393,296)		-	-	65,806	(892,688)	(5,566,414)

Brought forward from 2020/21								
CR05074	Tidal Pools Refurbishment	150,000	Bring forward Forty Baskets Tidal Pool project to enable early commencement due to contractor availability.					150,000
CN01048	Foreshores - New and Upgrades	123,000	Higher than anticipated costs for the Winneremmy Seawall project due to change in design in response to community feedback.			123,000		
CN01124	Mona Vale Surf Life Saving Club	63,115	Bring forward Merger Savings Fund works in line with project plan			63,115		
CN01125	Long Reef Surf Life Saving Club	80,000	The project is more advanced than anticipated. Extra funding required for the documentation by architects and other design consultants.				80,000	
CN01007	Collaroy-Narrabeen Coastal Protection Works	49,485	Additional costs for the Collaroy carpark works. Overall forecast cost of the project remains unchanged.				24,742	24,743
CR05127	IT Service Delivery - Replacement	157,950	Additional mobiles, laptops, devices for staff working from home in response to COVID-19					157,950
Total brought forward from 2020/21		623,550		-	-	186,115	104,742	332,693

		(10,604,675)	SOURCE OF FUNDS					
Job	Job Description	Budget Variation + INCR / (DECR)	Reason for Change	Developer Contributions	Externally restricted	Internally restricted	Grants and Contri	Dep'n / Working Capital
Rollover to future years								
CN01020	Warriewood Valley – Traffic and Transport Infrastructure	(256,981)	Construction for all delivery projects will commence in July 2020. Works delayed due to COVID-19 impacts.	(256,981)				
CN01079	Church Point Masterplan Wharf Extension	(1,543,657)	Construction commencement of Wharf extension expected in mid June due to delays in Crown Land approval and COVID-19 impacts on community notification process.				(434,000)	(1,109,657)
CN01047	Sportsgrounds - New and Upgrades	(203,920)	Project delays to allow for additional time for community engagement	51,080			(255,000)	
CN01049	Reserves - New and Upgrades	(250,000)	Works are behind schedule due to increased community engagement requirements and design delays.	(250,000)				
CN01153	Public Space Protection Program	(360,000)	Project behind schedule due to delay in finalising detailed design and procurement.					(360,000)
CN01156	Newport Beach Basketball Court	(85,000)	Project delays due to additional community engagement activities.			(85,000)		
CN01138	Narrabeen Lagoon Pedestrian and Cycle Bridge	(100,000)	Construction commencement delayed until next financial year.				(100,000)	
CN01031	Connecting Communities - Footpaths Programs	(457,000)	Consultation on hold due to COVID-19. Construction is now programmed in 2020/21.				(457,000)	
CN01032	Connecting Communities - Cycleways Program	(100,000)	Consultation on hold due to COVID-19. Construction is now programmed in 2020/21.				(100,000)	
CN01033	Connecting All Through Play - Inclusive Play	(100,000)	Consultation on hold due to COVID-19. Construction of Clontarf Playground is now programmed in 2020/21.			(100,000)		
CN01034	Connecting all Through Play - Active Play	(501,600)	Rolled over to Mona Vale and Long Reef SLSC for construction in 2020/21.			(615,808)	114,208	

		(10,604,675)	SOURCE OF FUNDS					
Job	Job Description	Budget Variation + INCR / (DECR)	Reason for Change	Developer Contributions	Externally restricted	Internally restricted	Grants and Contri	Dep'n / Working Capital
CN01061	Warriewood Valley Creekline works	(1,435,214)	Fern Creek project is on schedule for delivery in 2019/20. Remaining works associated with this plan have been rescheduled to align with adjacent private development in future years.	(1,435,214)				
CN01061	Warriewood Valley Creekline works	(900,638)	Narrabeen Creek water quality control pond project to commence in 2020/21.	(900,638)				
CN01140	Installation of Solar PV at MABC	(117,200)	The solar panel installation at the Manly Andrew Boy Charlton Pool commenced in 2019/20 however will not be finalised until Q1 2020/21 so these funds will be needed to be rolled forward.			(117,200)		
CR05064	Energy Saving Initiatives Works Program (SRV)	(64,500)	Energy efficiency upgrade projects rolled to 2020/21 as the delivery of these projects will span the two financial years.			(20,000)		(44,500)
CR05119	Water Saving and re-use initiatives (SRV)	(20,000)	Two water saving projects will be carried out in 2020/21 for rainwater harvesting at Careel Bay, Avalon and water source controls for irrigation at Porters Reserve, Newport.			(20,000)		
CN01121	Coast Walk Art Trail - Merger Savings Fund	(870,000)	Priority sites for the first artworks to be commissioned for the Coast Walk in 2020 have been endorsed by Council. Project funding rolled over as per the draft 2020/21 Delivery Program to match the delivery schedule.			(870,000)		
Total rollover to future years		(7,365,710)		(2,791,753)	-	(1,828,008)	(1,231,792)	(1,514,157)

Kimbriki								
CN01084	Kimbriki High Level Drain	170,581	Brought forward from 2020/21 - detailed design and the approvals process for the high level drain/clean water diversion system has been accelerated					170,581

		(10,604,675)						
Job	Job Description	Budget Variation + INCR / (DECR)	Reason for Change	SOURCE OF FUNDS				
				Developer Contributions	Externally restricted	Internally restricted	Grants and Contri	Dep'n / Working Capital
CN01088	Kimbriki Gas Capture System	40,000	Revised 2019/20 expenditure for the installation of additional landfill gas wells and pipe work in area 3B.					40,000
CN01106	Kimbriki Cell Develop Area 4B	(65,000)	Following the review of the Site Master Plan, this project is not proceeding.					(65,000)
CR05099	Kimbriki Vehicles	(12,910)	Vehicle replacement program complete for 2019/20					(12,910)
CR05100	Kimbriki Renewal Program	(131,250)	Revised program for remainder of the year					(131,250)
CR05101	Kimbriki Other	(15,750)	Revised program for remainder of the year					(15,750)
Total Kimbriki		(14,329)		-	-	-	-	(14,329)
TOTAL VARIATIONS - Increase / (Decrease)		(10,604,675)		(1,996,016)	(246,410)	(1,586,087)	(401,530)	(6,374,633)

Northern Beaches Council
Cash and investments

For the period 1 July 2019 to 31 March 2020

	ACTUAL Balance 30 June 2019 \$'000	Annual				ACTUAL Balance 31 Mar 2020 \$'000
		ORIGINAL Budget Closing Balance 30 June 2020 \$'000	REVISED Budget Closing Balance 30 June 2020 \$'000	Recommended changes for Council resolution \$'000	CURRENT Forecast Closing Balance 30 June 2020 \$'000	
Total cash and investments	195,821	123,615	138,324	6,336	144,660	188,559
represented by:						
Externally restricted						
Development contributions	32,794	26,250	27,909	2,331	30,240	33,276
Unexpended grants - not tied to liability	943	443	43	-	43	943
Domestic waste management	10,558	7,682	6,423	(854)	5,570	7,252
Other	1,532	749	206	383	589	686
Total externally restricted	45,826	35,124	34,581	1,860	36,441	42,156
Internally restricted						
Deposits, retentions and bonds	13,169	12,599	13,169	-	13,169	13,169
Employee leave entitlements	6,809	6,180	6,809	-	6,809	6,809
Unexpended grants - tied to liability	3,001	7,413	1,498	194	1,693	3,109
Stronger Communities Fund - tied to liability	22,303	-	11,039	5,965	17,005	18,762
Cemetery reserve	4,084	3,417	4,468	-	4,468	4,279
Merger savings fund	8,503	1,390	2,436	1,593	4,029	6,023
Unexpended loans	1,479	1,479	1,479	-	1,479	1,479
Kimbriki landfill remediation*	-	-	-	10,936	10,936	9,851
Other	8,410	4,955	6,884	(639)	6,244	8,314
Total internally restricted	67,758	37,433	47,782	18,049	65,831	71,794
Total restricted cash and investments	113,584	72,557	82,363	19,909	102,273	113,949
Total unrestricted / available cash and investments	82,237	51,058	55,960	(13,573)	42,387	74,610

* Establishment of a Kimbriki Landfill Remediation internally restricted reserve was approved by Council in April 2020

Forecast cash on 30 June 2020 has not been adjusted for any potential increase in receivables due to the potential impact COVID-19 may have on delayed payments

Northern Beaches Council

Cash flow statement

For the period 1 July 2019 to 31 March 2020

Original Budget 2019/20 \$'000	Actual For the period 1 Jul 2019 to 31 Mar 2020 \$'000
Cash flows from operating activities	
<u>Receipts:</u>	
210,131 Rates and annual charges	167,662
83,904 User charges and fees	61,098
5,687 Investment revenue and interest	4,627
34,074 Grants and contributions	20,551
- Bonds, deposits and retentions received	1,540
24,926 Other	32,307
<u>Payments:</u>	
(134,294) Employee benefits and on-costs	(99,179)
(129,131) Materials and contracts	(101,226)
(1,523) Borrowing costs	(2,286)
- Bonds, deposits and retentions refunded	(1,518)
(40,797) Other	(40,321)
52,977 Net Cash provided (or used in) Operating Activities	43,254
Cash flows from investing activities	
<u>Receipts:</u>	
- Sale of investments	208,764
1,582 Sale of infrastructure, property, plant & equipment	3,370
<u>Payments:</u>	
- Purchase of investment securities	(203,966)
(110,310) Purchase of infrastructure, property, plant and equipment	(54,720)
(108,728) Net cash provided from (or used in) investing activities	(46,553)
Cash Flows from financing activities	
<u>Receipts:</u>	
- Proceeds from borrowings and advances	-
<u>Payments:</u>	
(4,893) Repayment of borrowings and advances	(3,963)
(4,893) Net cash provided from (or used in) financing activities	(3,963)
(60,644) Net increase/(decrease) in cash and cash equivalents	(7,262)
184,260 Cash, cash equivalents and investments at beginning of reporting p	195,821
123,616 Cash, cash equivalents and investments at end of reporting period	188,559

Northern Beaches Council
Statement of Financial Position
as at 31 March 2020

Original Budget 2019/20 \$'000	Actual as at 31 March 2020 \$'000
ASSETS	
Current Assets	
6,012 Cash and Cash Equivalents	4,588
114,233 Investments	183,151
19,089 Receivables	60,678
82 Inventories	263
1,375 Other	1,691
140,791 Total Current Assets	250,372
Non-Current Assets	
3,371 Investments	820
1,282 Receivables	1,159
5,047,337 Infrastructure, Property, Plant and Equipment	4,999,617
6,085 Investment Property	5,965
5,058,075 Total Non-Current Assets	5,007,560
5,198,866 Total Assets	5,257,933
LIABILITIES	
Current Liabilities	
38,192 Payables	43,192
8,392 Contract Liabilities	21,518
5,078 Borrowings	1,200
29,459 Provisions	33,400
81,121 Total Current Liabilities	99,310
Non-Current Liabilities	
25,445 Borrowings	27,456
42,796 Provisions	44,906
68,241 Total Non-Current Liabilities	72,362
149,362 Total Liabilities	171,671
5,049,504 Net Assets	5,086,261
EQUITY	
4,889,951 Retained Earnings	4,915,015
158,417 Revaluation Reserves	171,246
5,049,504 Total Equity	5,086,261

Northern Beaches Council

Contracts Listing

For the period 1 January 2020 to 31 March 2020

Contracts entered into during the three months to 31 March 2020 that exceed \$50,000 are detailed below:

Contract Number	Contractor's Name	Description	Total Value Ex GST (\$)	Actual Start Date	Expected Finish Date	Budgeted (Y/N)
2019/001	Shellkote Pty Ltd T/A Enviro Clean & Capture	Pavement Cleaning Services	\$1,235,240	19/03/2020	1/01/2023	Y
2019/060	GJS Landscapes Pty Ltd	Landscaping works package for new pathway, retaining walls and drainage at Currawong Beach	\$470,151	10/02/2020	31/05/2020	Y
2019/110	1.Anchor Security 2.Citiguard (On the Panel and has 2 fixed scheduled contracts) 3.Sydney Security Pty Ltd	Security Staffing and System Services	\$974,472	28/01/2020	31/07/2022	Y
2019/118	Terroir Pty Ltd	Consultancy Services for Architectural Services Warriewood Valley Community Centre	\$285,000	25/02/2020	31/05/2020	Y
2019/193	Undercover Group Pty Ltd	Manly Dam Playground	\$220,800	10/02/2020	30/06/2020	Y
2019/195	WebVine Consulting Pty Ltd	Intranet in a box using Microsoft Sharepoint Online Modern sites	\$180,000	6/01/2020	5/01/2023	Y
2019/197	Favro Constructions Pty Ltd	Manly Corso Playground Structure	\$180,000	14/02/2020	14/04/2020	Y
2019/209	Twenty Four Seven Building and Maintenance Services Pty Ltd	Jacka Park Public Amenities	\$96,620	4/03/2020	15/05/2020	Y
2019/210	Romba Pty Ltd	Allambie Heights Oval New playground and Multipurpose Court Landscape works	\$160,833	11/02/2020	30/06/2020	Y
2019/239	Steelworks Engineering Pty Ltd	Design and Construction of Lidwina / Teresa Place Pedestrian Bridge	\$187,800	6/01/2020	29/05/2020	Y
2019/242	Soil Conservation Services	Fire Trail Maintenance, Repair and Upgrade (Booralie and Sturdee Fire Trails)	\$135,091	14/01/2020	30/03/2020	Y
2019/266	Statewide Civil Pty Ltd	Sportsfield and Carpark Works, 3 Boondah Rd Warriewood	\$1,670,067	16/03/2020	30/11/2020	Y
2019/274	Westbury Constructions Pty Ltd	LM Graham Reserve Sports Amenities	\$545,658	13/02/2020	27/08/2020	Y
2019/279	Lloyd Drilling Constructions Pty L	Clontarf Reserve Seawall and Bleachers	\$719,990	17/02/2020	30/06/2020	Y
2019/287	Sterland Roofing & Cladding	Manly Beach Huts - Copper Roofing	\$50,378	5/02/2020	11/03/2020	Y
2019/303	Warren and Mahoney Architects	Mona Vale Beach Amenities (Design Consultancy Services)	\$100,160	16/01/2020	31/07/2021	Y
2020/014	Revolution Action Sport Concept	North Curl Curl Skate Park	\$220,000	10/03/2020	30/06/2020	Y
2020/021	Play Workshop Pty Ltd	Dunbar Park Playground Upgrade	\$150,000	20/03/2020	27/06/2020	Y
2020/025	OzPave (Aust) Pty Ltd	New Kerb & Gutter Program 2019/20	\$94,219	10/02/2020	16/03/2020	Y
2020/044	Bayteck Pty Limited	Bilarong Reserve Public Amenities Renewal	\$180,120	20/03/2020	31/07/2020	Y
2020/055	Soil Conservation Services	South Creek, Emergency Bank Stabilisation at Ara Crescent, Narraweena	\$90,793	9/03/2020	10/03/2020	Y

Northern Beaches Council

Budget review of consultancy and legal expenses

For the period 1 July 2019 to 31 March 2020

The table below discloses expenditure to date on consultancies and legal expenses:

Expense	1 July 2019 to 31 Mar 2020 \$	Budgeted (Y/N)
Consultancies	238,704	Y
Legal services	3,113,039	Y