



# QUARTERLY BUDGET REVIEW STATEMENT

**MARCH 2022**

2022/272853



# Contents

<u>Income and operating expenses budget review statement</u>	<u>3</u>
<u>Income and operating expenses budget review statement – <i>excluding Kimbriki</i></u>	<u>4</u>
<u>Income and operating expenses – year to date analysis</u>	<u>5</u>
<u>Income and operating expenses – proposed changes to the budget</u>	<u>11</u>
<u>Capital budget statement</u>	<u>13</u>
<u>Capital expenditure – proposed changes to the budget</u>	<u>14</u>
<u>Cash and investments</u>	<u>22</u>
<u>Cash flow statement</u>	<u>23</u>
<u>Statement of financial position</u>	<u>24</u>
<u>Contracts listing</u>	<u>25</u>
<u>Budget review of consultancy and legal expenses</u>	<u>26</u>

Northern Beaches Council

## Income and operating expenses budget review statement

For the period 1 July 2021 to 31 March 2022

	Annual					Year to date
	2020-21	ORIGINAL	REVISED	Recommended	CURRENT	YTD
	Actual	Budget	Budget	changes for Council resolution	Forecast	Actual
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Income from continuing operations</b>						
Rates and annual charges	218,168	225,174	225,929	12	225,941	226,037
User charges and fees	79,105	90,481	76,598	1,404	78,002	59,188
Investment fees and revenues	1,430	997	964	143	1,107	819
Other revenues	17,797	15,149	16,866	(36)	16,830	13,129
Grants and contributions - Operating purposes	19,460	17,557	23,428	516	23,944	11,272
Grants and contributions - Capital purposes	26,544	45,435	50,781	3,080	53,860	25,700
Other income	3,284	8,953	5,954	210	6,164	4,909
<b>Total income from continuing operations</b>	<b>365,788</b>	<b>403,747</b>	<b>400,520</b>	<b>5,329</b>	<b>405,849</b>	<b>341,054</b>
<b>Expenses from continuing operations</b>						
Employee benefits and oncosts	(139,117)	(138,607)	(139,925)	(33)	(139,958)	(104,309)
Borrowing costs	(2,605)	(2,438)	(2,433)	23	(2,409)	(1,812)
Materials and services	(150,324)	(141,820)	(146,215)	(2,940)	(149,155)	(98,923)
Depreciation and amortisation	(47,407)	(44,919)	(45,842)	(1)	(45,843)	(31,805)
Other expenses	(24,666)	(19,269)	(21,796)	724	(21,073)	(14,873)
Gain/(Loss) on disposal of assets	(1,579)	(251)	(251)	449	198	1,185
<b>Total expenses from continuing operations</b>	<b>(365,697)</b>	<b>(347,304)</b>	<b>(356,462)</b>	<b>(1,778)</b>	<b>(358,239)</b>	<b>(250,538)</b>
<b>Surplus / (Deficit) from continuing operations</b>	<b>91</b>	<b>56,443</b>	<b>44,058</b>	<b>3,551</b>	<b>47,610</b>	<b>90,515</b>
<b>Surplus / (Deficit) before Capital Grants &amp; Contributions</b>	<b>(26,453)</b>	<b>11,007</b>	<b>(6,722)</b>	<b>471</b>	<b>(6,251)</b>	<b>64,815</b>
Less: Rates yet to be allocated						(40,466)
<b>Surplus / (Deficit) before Capital Grants &amp; Contributions - adjusted for rates unallocated</b>						<b>24,350</b>

Northern Beaches Council

**Income and expenses budget review statement**

**excluding Kimbriki Environmental Enterprises**

**For the period 1 July 2021 to 31 March 2022**

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 Budget \$'000	REVISED Budget \$'000	Recommended Changes \$'000	CURRENT Forecast \$'000	YTD Actual \$'000
<b>Income from continuing operations</b>					
Rates and annual charges	226,052	226,815	-	226,815	226,861
User charges and fees	65,191	51,706	1,302	53,008	40,505
Investment fees and revenues	943	1,868	137	2,005	1,730
Other revenues <sup>1</sup> .	12,708	13,498	(241)	13,257	10,194
Grants and contributions - Operating purposes	17,557	23,428	516	23,944	11,272
Grants and contributions - Capital purposes	45,435	50,781	3,080	53,860	25,700
Other income <sup>1</sup> .	11,836	8,963	302	9,265	7,310
<b>Total income from continuing operations</b>	<b>379,722</b>	<b>377,058</b>	<b>5,096</b>	<b>382,154</b>	<b>323,572</b>
<b>Expenses from continuing operations</b>					
Employee benefits and oncosts	(133,675)	(135,095)	(66)	(135,160)	(100,651)
Borrowing costs	(1,138)	(1,138)	20	(1,118)	(846)
Materials and services <sup>2</sup> .	(138,161)	(142,719)	(3,078)	(145,797)	(97,199)
Depreciation and amortisation	(42,192)	(42,744)	-	(42,744)	(29,541)
Other expenses	(10,895)	(13,468)	873	(12,596)	(8,490)
Gain/(Loss) on disposal of assets	(251)	(251)	449	198	1,185
<b>Total expenses from continuing operations</b>	<b>(326,311)</b>	<b>(335,415)</b>	<b>(1,801)</b>	<b>(337,216)</b>	<b>(235,542)</b>
<b>Surplus / (Deficit) from continuing operations</b>	<b>53,410</b>	<b>41,643</b>	<b>3,294</b>	<b>44,937</b>	<b>88,030</b>
<b>Surplus / (Deficit) before Capital Grants &amp; Contributions</b>	<b>7,975</b>	<b>(9,138)</b>	<b>215</b>	<b>(8,923)</b>	<b>62,330</b>
Less: Rates yet to be allocated					(40,466)
<b>Surplus / (Deficit) before Capital Grants &amp; Contributions - adjusted for rates unallocated</b>					<b>21,864</b>

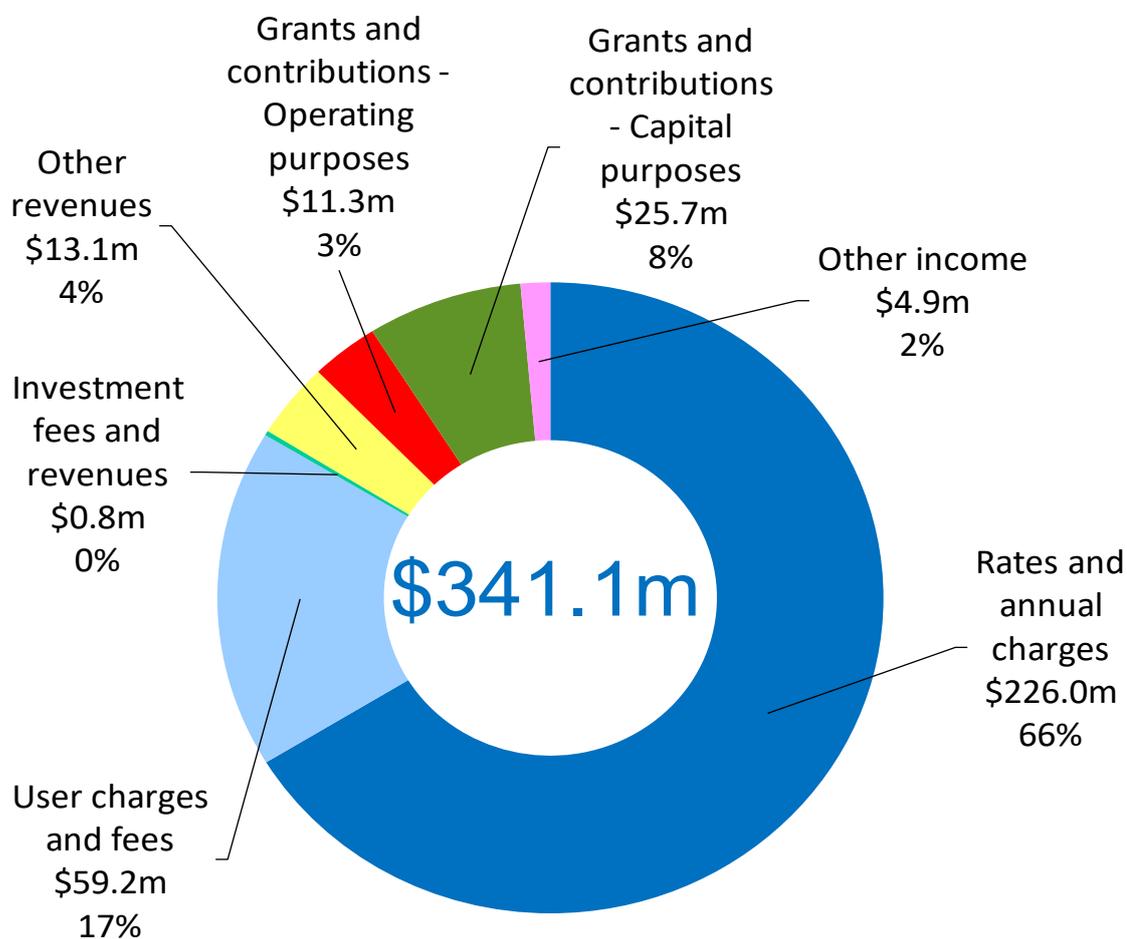
<sup>1</sup> Other Revenues/Other income includes lease income and (when applicable) dividends received from Kimbriki

<sup>2</sup> Materials and Services includes disposal costs charged to Council by Kimbriki

## Income and operating expenses year to date (YTD) analysis

For the period 1 July 2021 to 31 March 2022

### Income from Continuing Operations



Income Items	For the period 1 July 2021 to 31 March 2022			
	YTD Actual (\$'000)	YTD Budget (\$'000)	YTD Variance (\$'000)	% Variance
Rates and annual charges	226,037	226,035	2	0.0%
User charges and fees	59,188	57,093	2,095	3.7%
Investment fees and revenues	819	716	103	14.4%
Other revenues	13,129	12,784	346	2.7%
Grants and contributions - Operating purposes	11,272	11,035	237	2.1%
Grants and contributions - Capital purposes	25,700	31,536	(5,836)	(18.5)%
Other income	4,909	4,465	444	9.9%
<b>Total Income from Continuing Operations</b>	<b>341,054</b>	<b>343,663</b>	<b>(2,610)</b>	<b>(0.8)%</b>

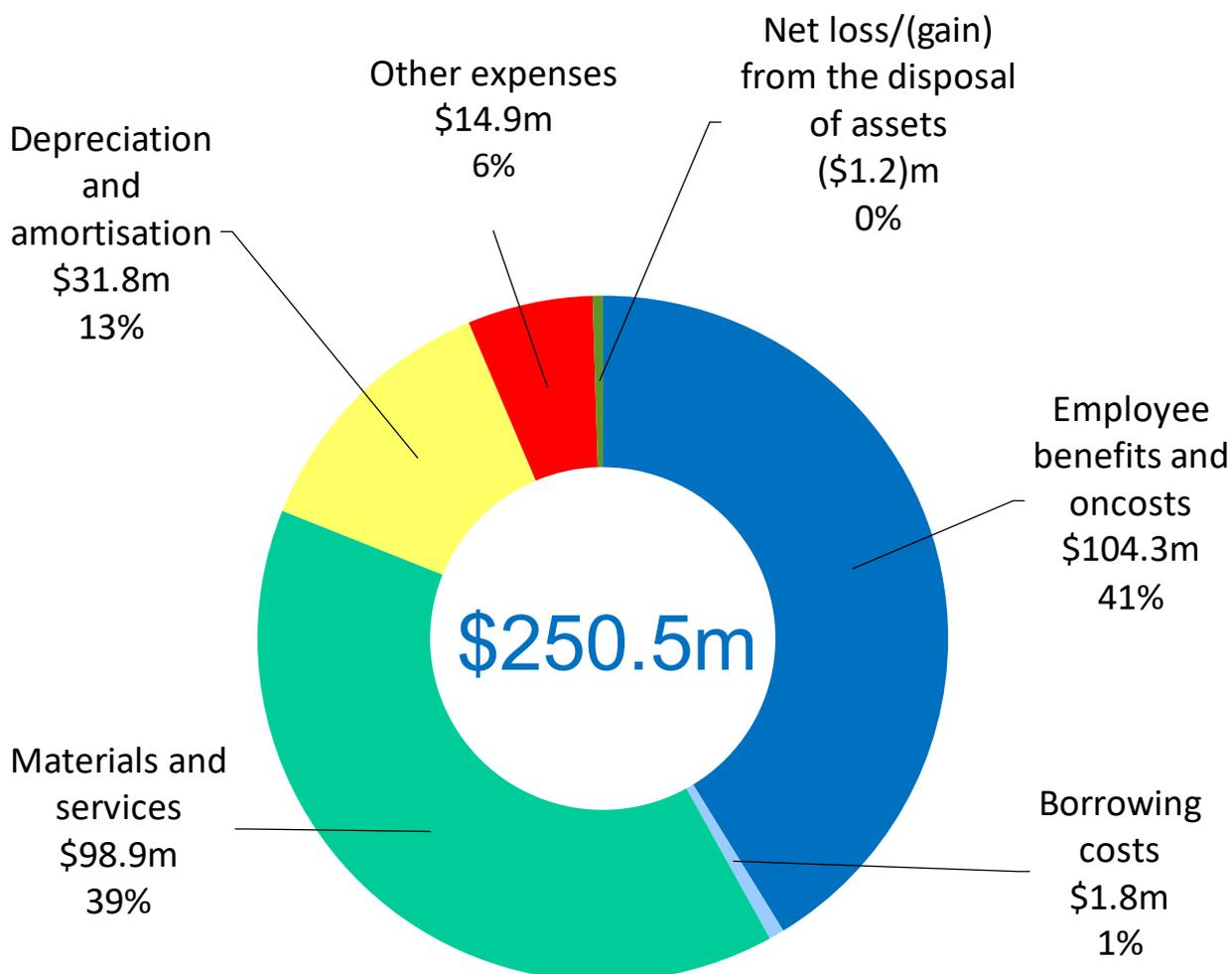
## User Charges and Fees

<u>For the period 1 July 2021 to 31 March 2022</u>					
Item	YTD Actual \$'000	YTD Budget \$'000	YTD Variance \$'000	YTD Variance %	Proposed Budget Incr / (Decr)
Aquatic Centres	3,935	3,362	574	17%	556
Caravan Park	3,515	2,629	885	34%	1,195
Cemeteries	736	683	53	8%	0
Child Care	8,583	8,757	(174)	(2)%	(93)
Community Centres	881	1,166	(285)	(24)%	(139)
Currawong State Park	245	170	74	44%	0
Glen Street Theatre	291	132	158	120%	(300)
Golf Course and Driving Range	2,036	1,806	230	13%	0
Kimbriki Waste and Recycling Centre	18,683	18,585	98	1%	102
Libraries	52	41	12	28%	0
Parking Areas	8,159	8,272	(113)	(1)%	0
Sportsfields and Reserves	826	770	56	7%	0
Planning and Building Regulation	6,466	6,425	40	1%	(38)
Regulatory/Statutory Fees	400	487	(87)	(18)%	(35)
Restoration Charges	1,492	1,163	329	28%	0
Section 10.7 Certificates (EPA Act)	640	605	36	6%	0
Section 603 Certificates (LG Act)	383	350	33	9%	35
Other Fees	1,866	1,689	177	10%	120
<b>Total User Charges and Fees</b>	<b>59,188</b>	<b>57,093</b>	<b>2,095</b>	<b>4%</b>	<b>1,404</b>

## Other Revenues and Other Income

For the period 1 July 2021 to 31 March 2022					
Item	YTD Actual \$'000	YTD Budget \$'000	YTD Variance \$'000	YTD Variance %	Proposed Budget Incr / (Decr)
Advertising Income	940	927	12	1%	(10)
Ex Gratia Rates	25	26	(1)	(4)%	(1)
Legal Fees Recovery - Other	198	167	31	19%	(95)
Other Revenues - Kimbriki	3,064	2,969	95	3%	205
Other Fines	316	454	(138)	(30)%	(32)
Parking Fines	4,047	3,676	371	10%	69
Recycling Income (Domestic)	482	532	(49)	(9)%	0
Rental Income - Investment Properties	187	166	20	12%	0
Rental Income - Leased Council Properties	4,722	4,299	424	10%	210
Sale of Stock	631	567	64	11%	66
Other Revenues	822	1,073	(251)	(23)%	(269)
Licences, Consents & Deeds	2,604	2,393	211	9%	32
<b>Total Other Revenues and Other Income</b>	<b>18,038</b>	<b>17,249</b>	<b>790</b>	<b>5%</b>	<b>174</b>

## Expenses from Continuing Operations



Expense Items	For the period 1 July 2021 to 31 March 2022			
	YTD Actual (\$'000)	YTD Budget (\$'000)	YTD Variance (\$'000)	% Variance
Employee benefits and oncosts	104,309	103,262	(1,047)	(1.0)%
Borrowing costs	1,812	1,824	11	0.6%
Materials and services	98,923	106,753	7,830	7.3%
Depreciation and amortisation	31,805	31,535	(271)	(0.9)%
Other expenses	14,873	15,503	630	4.1%
Net loss/(gain) from the disposal of assets	(1,185)	(456)	729	(160.0)%
<b>Total Expenses from Continuing Operations</b>	<b>250,538</b>	<b>258,421</b>	<b>7,882</b>	<b>3.1%</b>

## Materials and Services

Item	For the period 1 July 2021 to 31 March 2022					Proposed Budget Incr / (Decr)
	YTD	YTD	YTD			
	Actual \$'000	Budget \$'000	Variance \$'000	Variance %		
Agency Personnel	2,106	2,254	149	7%	(348)	
Bush Regeneration	2,880	2,987	107	4%	158	
Cleaning	5,298	4,632	(665)	(14)%	229	
Consultancy	270	346	76	22%	0	
Electricity, Heating and Water	2,819	3,094	275	9%	(94)	
Environment and Floodplain Management	2,559	2,896	337	12%	124	
External Roadwork	3,178	3,907	729	19%	1,200	
Golf Course and Driving Range	979	1,032	53	5%	0	
Insurance	2,445	2,586	141	5%	(25)	
IT and Communications	6,998	6,707	(291)	(4)%	(0)	
Kimbriki Waste and Recycling Centre	13,147	12,916	(231)	(2)%	652	
Land Use Planning	413	1,224	811	66%	(213)	
Legal Fees - Other	716	1,189	474	40%	(95)	
Legal Fees - Planning and Development	810	1,125	314	28%	0	
Lifeguard Services	1,127	1,074	(53)	(5)%	0	
Maintenance and Servicing	4,162	3,874	(288)	(7)%	76	
Management Fees	1,061	1,000	(60)	(6)%	223	
NSW Revenue Fine Processing Fees	587	481	(106)	(22)%	0	
Performance and Events	839	1,340	501	37%	593	
Plant and Vehicle	1,811	1,981	169	9%	(146)	
Printing, Postage & Stationery	629	951	322	34%	(81)	
Raw Materials and Consumables	2,633	3,181	548	17%	138	
Recreation and Sportsfields	5,541	5,253	(288)	(5)%	20	
Remuneration of Auditors - Audit Services	16	40	24	59%	0	
Stormwater	354	541	188	35%	0	
Street Lighting	1,660	1,830	171	9%	0	
Training Costs	404	818	414	51%	(150)	
Tree Works	3,251	3,250	(1)	(0)%	1,225	
Waste Collection	12,620	12,560	(60)	(0)%	(237)	
Waste Disposal and Processing	8,741	10,046	1,305	13%	(29)	
Other Contracts	3,687	4,873	1,185	24%	(41)	
Other	5,184	6,762	1,578	23%	(241)	
<b>Total Materials and Services</b>	<b>98,923</b>	<b>106,753</b>	<b>7,830</b>	<b>7%</b>	<b>2,940</b>	

## Other Expenses

For the period 1 July 2021 to 31 March 2022					
Item	YTD Actual \$'000	YTD Budget \$'000	YTD Variance \$'000	YTD Variance %	Proposed Budget Incr / (Decr)
Bad and Doubtful Debts	20	18	(2)	(11)%	0
Planning Levy	518	676	158	23%	0
Waste Levy	6,114	5,961	(153)	(3)%	153
Emergency Services Levy	4,812	4,812	0	0%	0
Other Levies	89	85	(4)	(5)%	0
Donations, Contributions and Assistance	3,051	3,679	627	17%	(873)
Land Tax	269	273	4	2%	(5)
<b>Total Other Expenses</b>	<b>14,873</b>	<b>15,503</b>	<b>630</b>	<b>4%</b>	<b>(724)</b>

## Recommended material changes to the Revised Budget

### Income and operating expenses 2021/22 - March 2022 Review

Proposed variation		Details
Fav / (Unfav)		
\$'000	%	
12	0.0%	<b>Rates and annual charges</b> Rates elimination adjustment for rates payable on Council properties \$0.01m.
1,404	1.8%	<b>User charges and fees</b> Higher than anticipated income including: <ul style="list-style-type: none"> <li>• Sydney Lakeside Park income \$1.2m</li> <li>• Aquatic centres income \$0.6m</li> <li>• Event ticket sales \$0.2m - reclassified from 'Other revenues'</li> <li>• Kimbriki waste and recycling centre income \$0.1m (excl charges to Council)</li> </ul> Partially offset by income reductions including: <ul style="list-style-type: none"> <li>• Glen Street Theatre income (\$0.3m)</li> <li>• Community Centres income (\$0.1m)</li> <li>• Children's Services income (\$0.1m)</li> </ul>
143	14.8%	<b>Investment fees and revenues</b> Higher returns on investments than forecast.
(36)	(0.2%)	<b>Other revenues</b> Increases in: <ul style="list-style-type: none"> <li>• Kimbriki recycling and other income \$0.2m</li> <li>• Insurance costs recovered for events \$0.1m</li> <li>• Parking fine income \$0.1m</li> </ul> Decreases in: <ul style="list-style-type: none"> <li>• Glen Street theatre ticket sales income (\$0.3m)</li> <li>• Legal fees recovered for rates debt collection (\$0.1m)</li> <li>• Event ticket sales (\$0.2m) - reclassified as 'User charges and fees'</li> </ul>
516	2.2%	<b>Grants and contributions - Operating purposes</b> Additional operating grants and contributions including: <ul style="list-style-type: none"> <li>• Play Manly CBD Revitalisation Program Investment NSW grant - \$0.8m</li> <li>• Natural Disaster Relief funding for Feb/March 2022 - \$0.6m</li> <li>• Bushland and coastal management grants - \$0.3m</li> <li>• Children's Services community and preschool grants - \$0.2m</li> <li>• Financial Assistance Grant - \$0.1m (higher than expected)</li> <li>• Glen St Theatre COVID support grant - \$0.1m</li> </ul> Partially offset by delay in works to future years for: <ul style="list-style-type: none"> <li>• Mona Vale Public School Performance Space (SCF) - (\$1.1m)</li> <li>• B-Line offset tree planting Mona Vale to Seaforth Rd Corridor - (\$0.6m)</li> </ul>
3,080	6.1%	<b>Grants and contributions - Capital purposes</b> <ul style="list-style-type: none"> <li>• Additional development contributions - \$6.5m</li> </ul> Offset by grant funding rolled over to the 2022/23 financial year (\$3.4m) including: <ul style="list-style-type: none"> <li>• Safer schools infrastructure - (\$1.2m)</li> <li>• Queenscliff Headland Access Ramp (\$1.0m)</li> <li>• Clontarf Reserve Tidal Pool (\$0.6m)</li> </ul> <i>Refer to the 'Capital Expenditure - recommended changes to the budget' schedule for further information</i>
210	3.5%	<b>Other income</b> Higher property lease income than forecast.
<b>5,329</b>		<b>TOTAL INCOME VARIATIONS</b>

<b>Proposed variation</b>		<b>Details</b>
<b>Fav / (Unfav)</b>		
<b>\$'000</b>	<b>%</b>	
<b>(33)</b>	<b>(0.0%)</b>	<b>Employee benefits and oncosts</b> Primarily due to additional use of casual staff in Children's Services (offset by a reduction in agency staff) along with additional staff in Aquatic Centres (offset by additional income). Partially offset by a reduction in contributions required to the defined benefit superannuation scheme and higher than expected vacancy levels in areas such as Library Services, Governance and Risk and Environmental Compliance.
<b>23</b>	<b>1.0%</b>	<b>Borrowing costs</b> • Lower interest on loans than anticipated.
<b>(2,940)</b>	<b>(2.0%)</b>	<b>Materials and services</b> Increases in: • Tree works, External roadworks and waste disposal primarily due to storm events in Dec 2021 and Feb/March 2022 which will be partially offset by Natural Disaster relief funding - (\$3.6m) • Kimbriki expenditure due to higher volumes (offset by income) (\$0.7m) • Performance and Events changes primarily due to the Play Manly grant funded event - (\$0.7m) • Cleaning costs relating to additional cleaning due to COVID - (\$0.2m) • Management fees (offsets by additional income - (\$0.2m) Decreases in: • Children's Services agency costs (offset by an increase in employee costs) - \$0.4m • B-Line offset tree planting Mona Vale to Seaforth Rd Corridor rephased to 2022/23 (grant funded) - \$0.6m • Glen Street Theatre \$0.2m • Plant and vehicle running expenses \$0.2m, LEP \$0.2m, Youth and Social Services \$0.1m, HR programs \$0.3m
<b>(1)</b>	<b>(0.0%)</b>	<b>Depreciation and amortisation</b>
<b>724</b>	<b>3.3%</b>	<b>Other expenses</b> Increase in: • Waste and environment levy - (\$0.2m) • Property COVID relief (\$0.1m) - Incl Outdoor dining fee waivers offset by a reduction in the tenant support forecast • Glen St Theatre COVID Support through Create NSW for producers - (\$0.1m ) Decrease in: • Mona Vale Public School Performance Space contribution rephased to 2022/23 (grant funded) - \$1.1m
<b>449</b>	<b>(179.1%)</b>	<b>Gain/(Loss) on disposal of assets</b> Increase in: • Proceeds on sale plant and equipment - \$0.5m Decrease in: • Net loss on disposal of road reserve (71 Florida Road Palm Beach) - (\$0.05m)
<b>(1,778)</b>		<b>TOTAL OPERATING EXPENDITURE VARIATIONS</b>
<b>3,551</b>		<b>TOTAL RECOMMENDED CHANGES TO INCOME AND OPERATING EXPENSES</b>

Northern Beaches Council  
**Capital Budget Statement**  
For the Period 1 July 2021 to 31 March 2022

	ORIGINAL Budget \$'000	REVISED Budget \$'000	<u>RECOMMENDED</u> changes for Council Resolution \$'000	CURRENT Forecast \$'000	Actual 1 Jul 2021 to 31 Mar 2022 \$'000
<b>Capital Funding</b>					
Working Capital	19,428	15,679	(5,930)	9,749	4,893
Depreciation	38,163	25,272	(618)	24,654	13,728
<b>Capital Grants &amp; Contributions</b>					
- New Grants	35,389	30,810	(1,163)	29,648	13,498
- Grants from prior years	3,924	12,771	(2,065)	10,706	4,780
<b>Externally restricted reserves</b>					
- Developer contributions	17,542	17,781	(7,423)	10,358	5,246
- Domestic waste	-	-	-	-	-
- Other	1,867	2,275	(108)	2,167	1,098
<b>Internally restricted reserves</b>					
- Merger Savings Fund	2,272	2,759	(238)	2,520	1,534
- Other	5,281	5,113	461	5,574	3,760
<b>Income from Sale of Assets</b>					
- Plant and equipment	1,633	1,633	-	1,633	1,585
<b>Total Capital Funding</b>	<b>125,499</b>	<b>114,093</b>	<b>(17,084)</b>	<b>97,009</b>	<b>50,122</b>
<b>Capital Expenditure (by Service)</b>					
Children's Services	399	440	20	460	328
Community, Arts and Culture Service	10,424	7,662	(5,493)	2,169	1,211
Corporate Support Services	1,968	3,303	(451)	2,852	1,322
Economic Development, Events and Engagement Services	1,027	1,147	19	1,166	1,052
Environment and Sustainability Services	12,678	9,727	(400)	9,326	3,107
Kimbriki Resource Recovery Centre	10,454	8,099	(4,770)	3,329	1,949
Library Services	2,380	2,015	(5)	2,010	825
Parks and Recreation Services	30,418	31,940	(1,665)	30,276	19,037
Property and Facilities Services	6,677	5,412	59	5,471	2,518
Transport, Traffic and Active Travel	48,974	44,278	(4,398)	39,880	18,713
Waste and Cleansing Services	100	70	-	70	60
<b>Total Capital Expenditure</b>	<b>125,499</b>	<b>114,093</b>	<b>(17,084)</b>	<b>97,009</b>	<b>50,122</b>

**Capital Expenditure - recommended changes to the budget**

March 2022

		SOURCE OF FUNDS						
Job	Job Description	Budget Variation + INCR / (DECR)	Reason for Change	Developer Contri	Externally restricted	Internally restricted	Grants and Contri	Dep'n / Working Capital
<b>Budget funding reallocation between projects / funding sources</b>								
CN01 061	Warriewood Valley Creekline Works	0	Swap working capital funds for the purchase of the Upper Fern Creek Corridor from the Mater Maria School in 2002.	225,944				(225,944)
CR051 51	Clontarf Reserve Tidal Pool	(252,500)	Public Legacy Grant funding transferred to the access ramp project as it is progressing ahead of the tidal pool project.				(252,500)	
CN01 221	Queenscliff Headland Access Ramp	252,500					252,500	
CR050 14	Road Resheeting Program	0	Swap depreciation funds for the funding from Road Reserve.			167,200		(167,200)
CR051 30	Carol's Wharf Renewal	(148,363)	Funding transferred to balance budget between two wharves projects.					(148,363)
CR051 31	Bells Wharf Renewal	148,363						148,363
CR051 07	Manly Aquatic Centre Renewal Works	(5,181)	Funding transferred to balance two aquatic centres budget.					(5,181)
CR051 06	Warringah Aquatic Centre Renewal Works	5,181						5,181
CN01 121	Coast Walk Art Trail	(50,000)				(50,000)		
CN01 124	Mona Vale Surf Life Saving Club	25,000	Funding transferred for purchase of art works in Mona Vale and Long Reef surf life saving clubs.			25,000		
CN01 125	Long Reef Surf Life Saving Club	25,000				25,000		

SOURCE OF FUNDS								
Job	Job Description	Budget Variation + INCR / (DECR)	Reason for Change	Developer Contri	Externally restricted	Internally restricted	Grants and Contri	Dep'n / Working Capital
<b>Total budget funding reallocation between projects/funding sources</b>		-		225,944	-	167,200	-	(393,144)
<b>Budget funding reallocation (to) / from operating budget</b>								
CR050 35	Children's Centres Works Program	19,920	Funding transferred from operating project for QLE funded works.				19,920	
<b>Total budget funding reallocation (to) / from operating budget</b>		<b>19,920</b>		-	-	-	19,920	-
<b>Increase in capital works budget</b>								
CR051 27	Computers, Laptops and Mobile Devices - Replacements	8,860	Additional funding required for new docking stations and laptops.					8,860
CR050 65	Energy Savings Initiatives Program	36,728	Additional funding from Energy Savings Certificates received.				36,728	
CR050 43	Sport Buildings Works Program	59,479	Additional funding from Tennis Liaison Fund and Manly Warringah Football Association contribution to storage units.			18,820	40,659	
CN01 017	Dee Why Town Centre – Construction – Phase 1	96,449	Additional capital contribution from Meriton bond.				96,449	
<b>Total increase in capital works budget</b>		<b>201,516</b>		-	-	18,820	173,836	8,860

**SOURCE OF FUNDS**

Job	Job Description	Budget Variation + INCR / (DECR)	Reason for Change	Developer Contri	Externally restricted	Internally restricted	Grants and Contri	Dep'n / Working Capital
<b>Decrease in capital works budget</b>								
CR050 07	Planned Stormwater Renewal Works	(50,000)	Capital funding reduced to partly fund outdoor dining waiver per Council Resolution Mar 2022 item No. 9.5.					(50,000)
CN01 169	West Esplanade Activation Plan	(102,250)	Accessible ramp at West Esplanade to be constructed by TfNSW, excluded from scope.	(102,250)				
CR050 04	Playground Renewal Program	(100,000)	Capital funding reduced to partly fund outdoor dining waiver per Council Resolution Mar 2022 item No. 9.5.					(100,000)
CR050 84	Forestville Library	(5,000)	Project completed with savings to partly fund outdoor dining waiver per Council Resolution Mar 2022 item No. 9.5.					(5,000)
<b>Total decrease in capital works budget</b>		<b>(257,250)</b>		<b>(102,250)</b>	-	-	-	<b>(155,000)</b>
<b>Brought forward from future years</b>								
CN01 202	Jacka Park Playground Upgrade	100,000	Project progressed ahead of schedule with contract awarded and contractor available to start immediately.	100,000				
CN01 208	Mona Vale Beach Upgrade	100,000	Works between new surf club and new amenities brought forward to coincide with completion of surf club.	100,000				

**SOURCE OF FUNDS**

Job	Job Description	Budget Variation + INCR / (DECR)	Reason for Change	Developer Contri	Externally restricted	Internally restricted	Grants and Contri	Dep'n / Working Capital
CN01 124	Mona Vale Surf Life Saving Club	274,858	Bring forward funding from 22/23 to address additional variations caused by the impacts of COVID and adverse weather. <a href="#">Adjustment included in draft 22/23 budget.</a>			274,858		
CN01 125	Long Reef Surf Life Saving Club	515,000	Bringing forward funding from the 22/23 Minor SLSC renewal program for additional variations caused by the impacts of COVID and adverse weather. <a href="#">Adjustment included in draft 22/23 budget.</a>					515,000
<b>Total brought forward from future years</b>		<b>989,858</b>		<b>200,000</b>	-	<b>274,858</b>	-	<b>515,000</b>
<b>Rollover to future years</b>								
CN01 012	IT Infrastructure – New Works	(289,805)	Disaster recovery project delayed due to supply chain issues					(289,805)
CN01 013	IT Software – New Works	(94,500)	Funding rolled over for the printer consolidation project.					(94,500)
CR051 27	Computers, Laptops and Mobile Devices - Replacements	(76,063)	Purchase of Council Chambers new equipment delayed until a new network switch is installed.					(76,063)
CN01 121	Coast Walk Art Trail	(88,705)	Adjust current FY budget to be aligned with updated contracted payments.			(88,705)		

**SOURCE OF FUNDS**

Job	Job Description	Budget Variation + INCR / (DECR)	Reason for Change	Developer Contri	Externally restricted	Internally restricted	Grants and Contri	Dep'n / Working Capital
CN01 061	Warriewood Valley Creekline Works	(350,000)	Construction of Prosperity wetlands delayed due to wet weather which increases the risk of damaging the reserve and pollution incidents.	(350,000)				
CR050 65	Energy Savings Initiatives Program	(36,728)	Funding rolled over to fund 22/23 energy efficiency projects including equipment upgrades at the Warringah Aquatic Centre and lighting upgrades at various Council facilities and assets.					(36,728)
CN01 020	Warriewood Valley – Traffic and Transport Infrastructure	(1,095,570)	Project delayed over several months for the detailed design work, particularly for stormwater design at several sites.	(1,095,570)				
CN01 059	Church Point - New Infrastructure	(50,000)	Project deferred to 2022/23 due to COVID-19 funding issues.					(50,000)
CN01 079	Church Point Masterplan Boardwalk Extension	(500,000)	Project commencement delayed due to material shortages.					(500,000)
CN01 198	Safer Schools Infrastructure	(1,200,000)	Project delayed due to prolonged wet weather and contractor staff shortages caused by COVID.				(1,200,000)	
CR051 51	Clontarf Reserve Tidal Pool	(607,500)	Works will continue into 2022/23 to ensure the timing of works avoids the sea horse breeding season. <b>\$547,500 of this adjustment has already been included in draft 22/23 budget.</b>				(607,500)	

**SOURCE OF FUNDS**

Job	Job Description	Budget Variation + INCR / (DECR)	Reason for Change	Developer Contri	Externally restricted	Internally restricted	Grants and Contri	Dep'n / Working Capital
CN01 221	Queenscliff Headland Access Ramp	(952,500)	Works will continue into 2022/23. \$252,500 of this adjustment has already been included in draft 22/23 budget.				(952,500)	
CR050 11	Footpath Renewal Works	(210,000)	Federation Boardwalk deferred to 22/23 due to delays in heritage approval and penguin breeding season deadline of June 30.				(210,000)	
CR050 75	Bridge Renewal Works	(300,000)	Final works at Ocean St bridge delayed due to prolonged wet weather.					(300,000)
CR050 81	Wharves Works Program	(100,000)	Delays to the development of concept plans for Mackerel and Currawong arising from storm impacts on water quality.				(75,657)	(24,343)
CN01 146	Commercial Centre Upgrade Program	(451,106)	Approval of new lighting system by Ausgrid has been delayed. Project to commence in 22/23.	(451,106)				
CN01 188	Avalon Place Plan Implementation	(77,431)	Project delayed pending adoption of Avalon Place Plan.	(77,431)				
CN01 199	Frenchs Forest Precinct Park Upgrades	(150,000)	Project delayed due to community engagement.				(150,000)	
CN01 207	Little Manly Beach Masterplan Implementation	(250,000)	Project delayed as tender for seawall took longer to evaluate than planned.	(250,000)				
CN01 214	Lynne Czimmer Park	(200,851)	Project delayed due to supply chain issues.	(200,851)				

**SOURCE OF FUNDS**

Job	Job Description	Budget Variation + INCR / (DECR)	Reason for Change	Developer Contri	Externally restricted	Internally restricted	Grants and Contri	Dep'n / Working Capital
CN01 220	Oxford Falls Bushland Reserve	(100,000)	Project delayed due to requirement for further bushfire investigations.				(100,000)	
CR050 02	Foreshores Renewal Program	(300,000)	Project delayed pending tender approval for Taylors Point Seawall.					(300,000)
CR050 05	Rockpool Renewal Program	(82,931)	Delay in commencement of detailed design due to the requirement for further structural investigation.					(82,931)
CR051 34	Commercial Centre Renewal	(107,661)	Church Point Commercial Centre renewal delayed due to deferred commencement of boardwalk.		(107,661)			
CR051 37	Creative Arts Space - Mona Vale Design Works	(150,000)	Project on hold awaiting strategic direction from the project steering group for the full area including the Mona Vale Admin building, Library and Memorial Hall. <a href="#">Adjustment included in draft 22/23 budget.</a>			(150,000)		
CN01 031	Connecting Communities - Footpaths Programs	(124,858)	Consultation is ongoing with the community in relation to the works. Construction deferred until FY 2022/23.				(124,858)	

**SOURCE OF FUNDS**

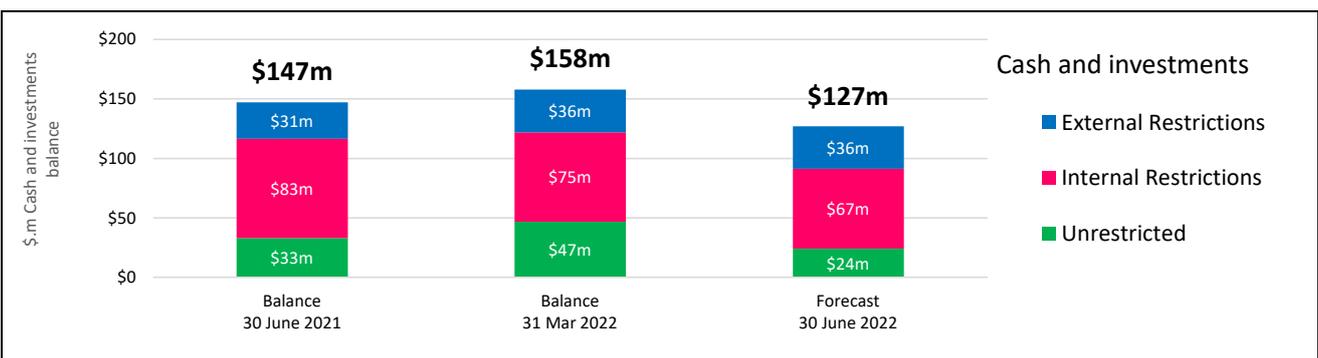
Job	Job Description	Budget Variation + INCR / (DECR)	Reason for Change	Developer Contri	Externally restricted	Internally restricted	Grants and Contri	Dep'n / Working Capital
CN01 068	Warriewood Valley Community Centre	(5,204,147)	Further review of tender documentation is in progress prior to release to market. Construction deferred until FY 2022/23. <b>\$4.7 million of this adjustment already included in draft 22/23 budget.</b>	(5,204,147)				
CN01 189	Triangle Park North - Dee Why Town Centre	(116,921)	Design development and Consultation is ongoing and will continue into FY 2022/23.	(116,921)				
<b>Total rollover to future years</b>		<b>(13,267,277)</b>		<b>(7,746,026)</b>	<b>(107,661)</b>	<b>(238,705)</b>	<b>(3,420,515)</b>	<b>(1,754,370)</b>
<b>Kimbriki</b>								
CN01 084	Kimbriki Clean Water Diversion System	(4,770,276)	Project delayed awaiting Council approval of Modification Consent.					(4,770,276)
<b>Total Kimbriki</b>		<b>(4,770,276)</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(4,770,276)</b>
<b>TOTAL VARIATIONS</b>		<b>(17,083,509)</b>		<b>(7,422,332)</b>	<b>(107,661)</b>	<b>222,173</b>	<b>(3,226,759)</b>	<b>(6,548,930)</b>

Approved Budget	<u>114,093,184</u>
Revised Forecast	<u>97,009,675</u>

Northern Beaches Council  
**Cash and investments**

For the period 1 July 2021 to 31 March 2022

	Annual Budget 2021/22					
	ACTUAL	ACTUAL	ORIGINAL	REVISED	Recommended	CURRENT
	Balance 30 June 2021 \$'000	Balance 31 Mar 2022 \$'000	Budget Balance 30 June 2022 \$'000	Budget Balance 30 June 2022 \$'000	changes for Council resolution \$'000	Forecast Balance 30 June 2022 \$'000
<b>Total cash and investments</b>	<b>147,238</b>	<b>158,002</b>	<b>84,838</b>	<b>102,021</b>	<b>25,064</b>	<b>127,085</b>
<b>represented by:</b>						
<b>Externally restricted</b>						
Development contributions	29,542	31,989	16,073	18,902	13,996	32,897
Unexpended grants - not tied to liability	262	256	20	0	193	193
Domestic waste management	364	2,901	1,532	2,318	75	2,392
Stormwater management	194	600	192	199	0	199
Other - e/r	410	204	0	26	108	133
<b>Total externally restricted</b>	<b>30,771</b>	<b>35,950</b>	<b>17,817</b>	<b>21,444</b>	<b>14,371</b>	<b>35,816</b>
<b>Internally restricted</b>						
Deposits, retentions and bonds	13,749	13,749	13,169	13,749	0	13,749
Employee leave entitlements	7,633	7,633	7,248	7,633	0	7,633
Kimbriki landfill remediation	12,153	12,153	13,670	13,624	0	13,624
Manly Environmental Levy	1,839	1,655	1,455	1,455	0	1,455
Merger Savings Fund	3,647	2,078	1,036	807	265	1,072
Mona Vale Cemetery	5,023	5,023	5,501	5,100	4	5,104
Pittwater SRV	2,611	316	0	275	(275)	0
Plant and fleet replacement	1,406	2,632	1,794	2,586	0	2,586
Unexpended grants - tied to liability	22,306	21,032	5,959	11,508	2,548	14,056
Stronger Communities Fund (I/R)	11,789	7,680	4,495	4,873	1,499	6,372
Other i/r	1,242	1,236	1,179	1,219	(19)	1,200
<b>Total internally restricted</b>	<b>83,399</b>	<b>75,187</b>	<b>55,507</b>	<b>62,828</b>	<b>4,022</b>	<b>66,850</b>
<b>Total restricted cash and investments</b>	<b>114,170</b>	<b>111,137</b>	<b>73,325</b>	<b>84,273</b>	<b>18,393</b>	<b>102,666</b>
<b>Total unrestricted cash and investments</b>	<b>33,068</b>	<b>46,865</b>	<b>11,513</b>	<b>17,748</b>	<b>6,671</b>	<b>24,419</b>



Northern Beaches Council  
**Cash flow statement**  
For the period 1 July 2021 to 31 March 2022

Original Budget 2021/22 \$'000		Actual For the period 1 Jul 2021 to 31 March 2022 \$'000	Actual 2020/21 \$'000
<b>Cash flows from operating activities</b>			
<b>Receipts:</b>			
224,866	Rates and annual charges	182,400	218,524
93,344	User charges and fees	53,590	82,123
1,231	Investment revenue and interest	800	2,123
57,168	Grants and contributions	31,457	58,012
6,386	Bonds, deposits and retentions received	5,428	7,356
43,620	Other	30,872	37,697
<b>Payments:</b>			
(137,588)	Employee benefits and on-costs	(107,752)	(134,939)
(151,895)	Materials and services	(112,163)	(164,584)
(1,142)	Borrowing costs	(1,797)	(1,429)
(6,386)	Bonds, deposits and retentions refunded	(4,336)	(6,416)
(19,130)	Other	(15,769)	(23,879)
<b>110,474</b>	<b>Net Cash provided (or used in) Operating Activities</b>	<b>62,730</b>	<b>74,588</b>
<b>Cash flows from investing activities</b>			
<b>Receipts:</b>			
332,000	Sale of investment securities	185,883	367,193
1,633	Sale of infrastructure, property, plant & equipment	1,722	2,539
<b>Payments:</b>			
(300,000)	Purchase of investment securities	(204,000)	(355,613)
(136,671)	Purchase of infrastructure, property, plant and equipment	(48,862)	(77,720)
<b>(103,039)</b>	<b>Net cash provided from (or used in) investing activities</b>	<b>(65,257)</b>	<b>(63,601)</b>
<b>Cash Flows from financing activities</b>			
<b>Receipts:</b>			
-	Proceeds from borrowings	-	-
<b>Payments:</b>			
(5,021)	Repayment of borrowings	(3,844)	(5,130)
(1,267)	Principal component of lease payments	(958)	(1,241)
-	Dividends paid to minority interests	(38)	(154)
<b>(6,288)</b>	<b>Net cash provided from (or used in) financing activities</b>	<b>(4,840)</b>	<b>(6,525)</b>
<b>1,147</b>	<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>(7,367)</b>	<b>4,462</b>
2,812	Cash and cash equivalents at beginning of reporting period	10,661	6,199
<b>3,959</b>	<b>Cash and cash equivalents at end of reporting period</b>	<b>3,294</b>	<b>10,661</b>
<b>(30,853)</b>	<b>Net increase/(decrease) in cash, cash equivalents and investments</b>	<b>10,750</b>	<b>(7,118)</b>
115,691	Cash, cash equivalents and investments at beginning of reporting period	147,238	154,356
<b>84,838</b>	<b>Cash, cash equivalents and investments at end of reporting period</b>	<b>157,988</b>	<b>147,238</b>

Northern Beaches Council  
**Statement of Financial Position**  
as at 31 March 2022

Original Budget 2021/22 \$'000	Actual as at 31 March 2022 \$'000	Actual as at 30 June 2021 \$'000	Actual as at 31 March 2021 \$'000
<b>ASSETS</b>			
<b>Current Assets</b>			
7,338	3,294	10,661	6,509
76,713	153,939	135,751	144,543
15,481	64,370	15,993	61,385
407	372	378	449
1,593	2,905	2,028	1,763
<b>101,532</b>	<b>224,880</b>	<b>164,811</b>	<b>214,649</b>
<b>Non-Current Assets</b>			
787	769	826	826
1,163	1,087	1,087	1,136
5,229,843	5,081,045	5,062,151	5,085,791
6,085	5,835	5,835	5,835
8,493	9,437	10,475	10,262
<b>5,246,371</b>	<b>5,098,173</b>	<b>5,080,374</b>	<b>5,103,850</b>
<b>5,347,903</b>	<b>5,323,053</b>	<b>5,245,185</b>	<b>5,318,499</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
42,084	39,347	44,606	38,715
2,511	21,229	26,546	17,418
1,196	311	1,269	299
4,862	1,174	5,033	1,261
36,231	37,771	37,044	35,000
575	1,893	762	1,336
<b>87,459</b>	<b>101,725</b>	<b>115,260</b>	<b>94,029</b>
<b>Non-Current Liabilities</b>			
150	150	200	200
7,944	9,815	9,815	6,580
7,659	9,474	9,474	10,204
12,442	17,308	17,293	22,326
2,283	2,432	2,432	3,601
40,082	45,113	44,150	38,220
<b>70,560</b>	<b>84,292</b>	<b>83,364</b>	<b>81,131</b>
<b>158,019</b>	<b>186,017</b>	<b>198,624</b>	<b>175,160</b>
<b>5,189,884</b>	<b>5,137,036</b>	<b>5,046,561</b>	<b>5,143,339</b>
<b>EQUITY</b>			
1,186	1,230	1,136	385
4,909,572	4,956,577	4,866,196	4,924,798
	179,229	179,229	218,156
279,127	5,135,806	5,045,425	5,142,954
<b>5,189,884</b>	<b>5,137,036</b>	<b>5,046,561</b>	<b>5,143,339</b>

Northern Beaches Council

**Contracts Listing**

For the period 1 July 2021 to 31 March 2022

Contracts entered into during the three months to 31 March 2022 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)
2021/157	Abax Kingfisher Pty Ltd	Supply and Implementation of Movable Library Shelving	\$363,671	9/03/2022	13/09/2022	Y
2021/160	NS Swim School Pty Ltd	Services for Provision of Swimming Squad Coaching Services at Warringah Aquatic Centre	\$648,000	7/01/2022	30/01/2025	Y
2021/199	Kelbon Project Services Pty Ltd	North Curl Curl Carpark and Associated Landscape Works	\$458,200	17/03/2022	17/07/2022	Y
2021/215	WSP Environmental Pty Ltd	Mona Vale Place Plan	\$174,595	18/02/2022	30/09/2022	Y
2021/240	Kove Power Pole Inspection Specialists	Northern Beaches Council Pole Condition Audit	\$183,120	22/02/2022	16/10/2023	Y
2021/247	Tesserent Cyber Services Pty Ltd	Web Filtering (Cloud based SaaS)	\$1,143,649	31/01/2022	30/01/2025	Y
2022/010	Kompan Playscape Pty Ltd	North Curl Curl Playground Equipment	\$82,536	10/01/2022	27/06/2022	Y
2022/015	Micromex Systems Pty Ltd	Annual Community Survey 2022 – Community Satisfaction & Benchmarking	\$52,300	21/01/2022	23/04/2022	Y
2022/027	Tesserent Cyber Services Pty Ltd	Application Whitelisting and Privileged Admin Management	\$259,472	14/03/2022	13/03/2025	Y
2022/044	Complete Urban Pty Ltd	Oliver St Cyclepath from Park St to Lawrence St at Freshwater	\$54,500	3/03/2022	28/05/2022	Y
2022/055	The Shift Corp - Project Nine Event Group Unit Trust	Play Manly – Investment NSW CBD Revitalisation Grant	\$74,800	5/04/2022	4/07/2022	Y

Northern Beaches Council

**Budget review of consultancy and legal expenses**

**For the period 1 July 2021 to 31 March 2022**

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

<b>Expense</b>	<b>1 July 2021 to 31 March 2022 \$</b>	<b>Budgeted (Y/N)</b>
Consultancies	270,116	Y
Legal services	1,525,780	Y