



northern  
beaches  
council

# QUARTERLY BUDGET REVIEW STATEMENT

**MARCH 2023**

2023/282656



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Northern Beaches Council

# Income and operating expenses budget review statement

For the period 1 July 2022 to 31 March 2023

		Annual				Year to date
	2021-22	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	225,942	234,543	234,594	(129)	234,465	234,455
User charges and fees	79,722	89,113	92,073	(455)	91,618	70,705
Investment fees and revenues	1,238	1,034	6,268	572	6,840	4,966
Other revenues	22,342	18,960	19,567	(544)	19,023	15,383
Grants and contributions - Operating purposes	27,165	19,648	22,385	5,749	28,134	15,045
Grants and contributions - Capital purposes	43,951	29,764	40,946	(7,830)	33,116	27,374
Other income	6,736	6,821	6,436	(172)	6,264	4,930
Gain/(Loss) on disposal of assets	960	457	457	844	1,301	1,231
<b>Total income from continuing operations</b>	<b>408,057</b>	<b>400,340</b>	<b>422,727</b>	<b>(1,965)</b>	<b>420,762</b>	<b>374,089</b>
<b>Expenses from continuing operations</b>						
Employee benefits and oncosts	(134,560)	(147,610)	(147,351)	709	(146,642)	(107,272)
Borrowing costs	(2,624)	(2,207)	(2,616)	-	(2,616)	(1,950)
Materials and services	(142,766)	(145,251)	(155,445)	(5,206)	(160,650)	(109,700)
Depreciation and amortisation	(45,507)	(46,766)	(47,405)	6	(47,399)	(32,438)
Other expenses	(20,969)	(19,946)	(21,554)	-	(21,555)	(15,938)
<b>Total expenses from continuing operations</b>	<b>(346,427)</b>	<b>(361,781)</b>	<b>(374,371)</b>	<b>(4,491)</b>	<b>(378,862)</b>	<b>(267,299)</b>
<b>Surplus / (Deficit) from continuing operations</b>	<b>61,630</b>	<b>38,559</b>	<b>48,356</b>	<b>(6,455)</b>	<b>41,900</b>	<b>106,791</b>
<b>Surplus / (Deficit) before Capital Grants &amp; Contributions</b>	<b>17,679</b>	<b>8,795</b>	<b>7,410</b>	<b>1,374</b>	<b>8,784</b>	<b>79,417</b>
Less: Rates yet to be allocated						(57,022)
<b>Surplus / (Deficit) before Capital Grants &amp; Contributions - adjusted for rates unallocated</b>						<b>22,395</b>

# Northern Beaches Council

## Income and expenses budget review statement excluding Kimbriki Environmental Enterprises

For the period 1 July 2022 to 31 March 2023

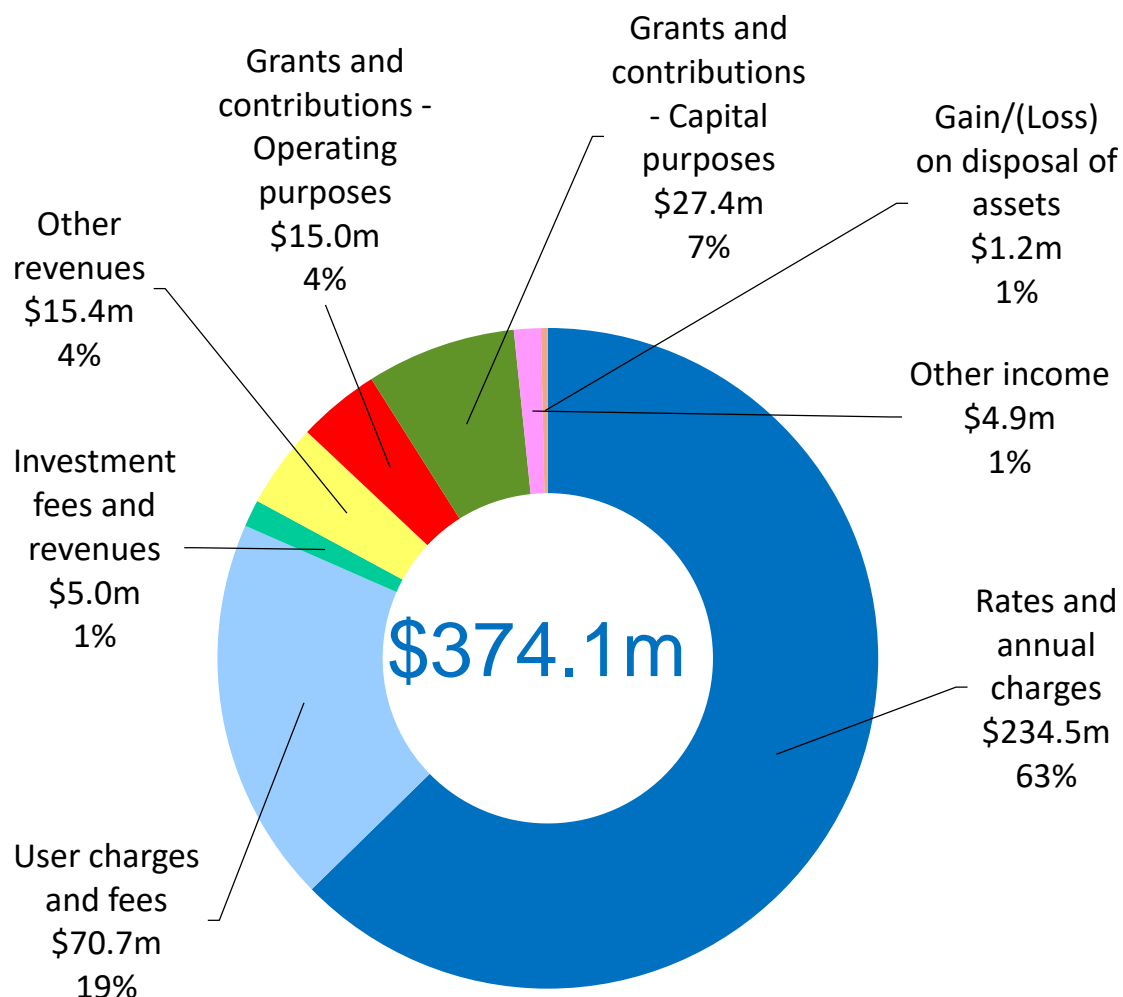
Council is the majority shareholder (96%) in Kimbriki Environmental Enterprises Pty Ltd. Kimbriki operates a waste and recycling business with a 25-year lease over a Council owned site. As a subsidiary of the Council, the consolidated financial reports of the Council incorporate the Kimbriki operation. 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	234,611	234,661	(118)	234,544	234,534
User charges and fees	67,074	67,051	(185)	66,866	52,036
Investment fees and revenues	1,974	6,973	476	7,449	5,739
Other revenues <sup>1.</sup>	16,199	16,425	(517)	15,908	12,620
Grants and contributions - Operating purposes	19,648	22,385	5,749	28,134	15,045
Grants and contributions - Capital purposes	29,764	40,946	(7,830)	33,116	27,374
Other income <sup>1.</sup>	9,613	9,513	(183)	9,330	7,277
Gain/(Loss) on disposal of assets	457	457	833	1,291	1,220
<b>Total income from continuing operations</b>	<b>379,339</b>	<b>398,413</b>	<b>(1,775)</b>	<b>396,638</b>	<b>355,844</b>
<b>Expenses from continuing operations</b>					
Employee benefits and oncosts	(142,616)	(142,332)	656	(141,676)	(103,460)
Borrowing costs	(890)	(1,044)	-	(1,044)	(771)
Materials and services <sup>2.</sup>	(143,929)	(152,487)	(5,086)	(157,573)	(107,505)
Depreciation and amortisation	(43,406)	(44,026)	-	(44,026)	(29,908)
Other expenses	(11,561)	(12,375)	16	(12,359)	(8,928)
<b>Total expenses from continuing operations</b>	<b>(342,401)</b>	<b>(352,264)</b>	<b>(4,413)</b>	<b>(356,677)</b>	<b>(250,573)</b>
<b>Surplus / (Deficit) from continuing operations</b>	<b>36,938</b>	<b>46,149</b>	<b>(6,188)</b>	<b>39,961</b>	<b>105,271</b>
<b>Surplus / (Deficit) before Capital Grants &amp; Contributions</b>	<b>7,174</b>	<b>5,203</b>	<b>1,642</b>	<b>6,845</b>	<b>77,897</b>
Less: Rates yet to be allocated					(57,022)
<b>Surplus / (Deficit) before Capital Grants &amp; Contributions - adjusted for rates unallocated</b>					<b>20,876</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 from continuing operations
















Income Items	For the period 1 July 2022 to 31 March 2023			
	YTD Actual (\$'000)	YTD Budget (\$'000)	YTD Variance (\$'000)	% Variance
Rates and annual charges	234,455	234,514	(59)	(0.0)%
User charges and fees	70,705	70,276	429	0.6%
Investment fees and revenues	4,966	4,712	254	5.4%
Other revenues	15,383	15,136	248	1.6%
Grants and contributions - Operating purposes	15,045	11,578	3,467	29.9%
Grants and contributions - Capital purposes	27,374	26,254	1,119	4.3%
Other income	4,930	5,103	(172)	(3.4)%
Gain/(Loss) on disposal of assets	1,231	343	888	0.0%
<b>Total Income from Continuing Operations</b>	<b>374,089</b>	<b>367,916</b>	<b>6,173</b>	<b>1.7%</b>

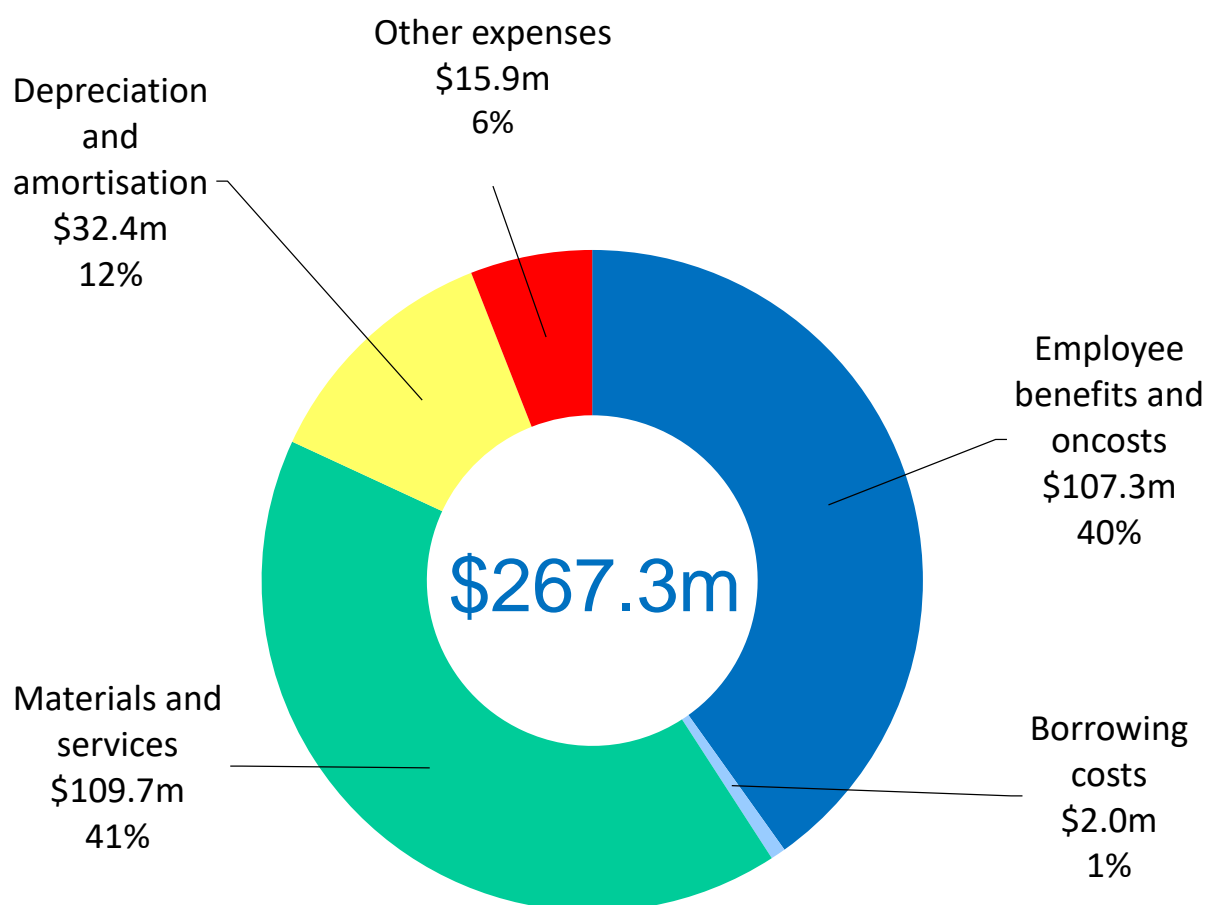
## User Charges and Fees

For the period 1 July 2022 to 31 March 2023						
Item	YTD Actual \$'000	YTD Budget \$'000	YTD Variance \$'000	Variance %	Proposed Budget Incr / (Decr)	Proposed Annual Budget
Aquatic Centres	7,008 	6,406	602	9%	300	8,695
Caravan Park	5,803 	5,380	423	8%	233	6,959
Cemeteries	797 	822	(25)	(3)%	-	1,096
Child Care	9,864 	10,119	(256)	(3)%	(423)	13,576
Community Centres	1,668 	1,765	(97)	(5)%	(100)	2,225
Currawong State Park	253 	218	36	16%	-	290
Glen Street Theatre	986 	1,248	(262)	(21)%	(373)	1,313
Golf Course and Driving Range	1,787 	1,805	(18)	(1)%	(50)	2,359
Kimbriki Waste and Recycling Centre	18,669 	19,019	(351)	(2)%	(270)	24,752
Libraries	99 	100	(1)	(1)%	-	118
Parking Areas	11,274 	11,344	(71)	(1)%	95	13,819
Sportsfields and Reserves	1,336 	1,147	189	16%	-	1,766
Planning and Building Regulation	6,971 	6,653	318	5%	298	9,174
Regulatory/Statutory Fees	584 	646	(62)	(10)%	(150)	754
Restoration Charges	897 	821	76	9%	-	1,095
Section 10.7 Certificates (EPA Act)	616 	598	18	3%	-	798
Section 603 Certificates (LG Act)	281 	285	(4)	(1)%	(8)	375
Other Fees	1,813 	1,900	(87)	(5)%	(7)	2,454
<b>Total User Charges and Fees</b>	<b>70,705</b>	<b>70,276</b>	<b>429</b>	<b>1%</b>	<b>(455)</b>	<b>91,618</b>

## Other Revenues and Other Income

For the period 1 July 2022 to 31 March 2023						
Item	YTD Actual \$'000	YTD Budget \$'000	YTD Variance \$'000	Variance %	Proposed Budget Incr / (Decr)	Proposed Annual Budget
Advertising Income	1,359 	841	518	62%	508	1,359
Ex Gratia Rates	25 	25	0	2%	-	25
Investments at fair value through profit or loss	16 	12	4	35%	4	16
Legal Fees Recovery - Other	342 	161	181	113%	80	249
Parking Fines	4,038 	5,043	(1,004)	(20)%	(1,500)	5,420
Other Fines	393 	466	(73)	(16)%	-	647
Recycling Income (Domestic)	466 	534	(68)	(13)%	(50)	647
Rental Income - Investment Properties	173 	195	(22)	(11)%	-	273
Rental Income - Leased Council Properties	4,742 	4,896	(154)	(3)%	(176)	5,976
Sale of Stock	995 	842	153	18%	48	1,110
Other Revenues - Kimbriki	3,132 	2,993	139	5%	139	3,880
Other Revenues	1,811 	1,634	177	11%	64	2,563
Licences, Consents & Deeds	2,821 	2,597	224	9%	167	3,124
<b>Total Other Revenues and Other Income</b>	<b>20,313</b>	<b>20,238</b>	<b>75</b>	<b>0%</b>	<b>(716)</b>	<b>25,288</b>
































## Expenses from continuing operations



Expense Items	For the period 1 July 2022 to 31 March 2023			
	YTD Actual (\$'000)	YTD Budget (\$'000)	YTD Variance (\$'000)	% Variance
Employee benefits and oncosts	107,272	108,030	758	0.7%
Borrowing costs	1,950	1,958	8	0.4%
Materials and services	109,700	115,123	5,422	4.7%
Depreciation and amortisation	32,438	32,600	162	0.5%
Other expenses	15,938	15,615	(323)	(2.1)%
<b>Total Expenses from Continuing Operations</b>	<b>267,299</b>	<b>273,326</b>	<b>6,027</b>	<b>2.2%</b>



## Materials and Services

Item	For the period 1 July 2022 to 31 March 2023				Proposed Budget Incr / (Decr)	Proposed Annual Budget
	YTD Actual \$'000	YTD Budget \$'000	YTD Variance \$'000	Variance %		
Agency Personnel	2,986 	2,311	(675)	(29)%	806	4,000
Bush Regeneration	2,646 	3,181	535	17%	245	5,262
Cleaning	5,252 	4,932	(319)	(6)%	110	6,716
Consultancy	409 	351	(58)	(17)%	-	468
Electricity, Heating and Water	3,581 	4,160	579	14%	(251)	5,256
Environment and Floodplain Mgt	1,564 	2,380	816	34%	51	3,339
External Roadwork	8,037 	6,210	(1,827)	(29)%	5,091	14,761
Golf Course and Driving Range	1,090 	894	(196)	(22)%	50	1,268
Insurance	2,549 	2,900	351	12%	(160)	3,626
IT and Communications	7,110 	8,310	1,201	14%	(472)	11,516
Kimbriki Waste and Recycling Centre	12,010 	12,021	11	0%	(10)	15,839
Land Use Planning	371 	840	469	56%	(226)	907
Legal Fees - Other	976 	1,166	190	16%	70	1,581
Legal Fees - Planning and Development	604 	1,033	429	42%	-	1,379
Lifeguard Services	1,123 	1,094	(28)	(3)%	-	1,460
Maintenance and Servicing	4,715 	3,879	(836)	(22)%	998	6,213
Management Fees	1,102 	1,486	384	26%	7	2,429
NSW Revenue Fine Processing Fees	560 	635	75	12%	(100)	747
Performance and Events	1,128 	1,541	413	27%	(146)	1,919
Plant and Vehicle	2,380 	2,120	(260)	(12)%	150	2,838
Printing, Postage & Stationery	743 	1,067	324	30%	(145)	1,301
Raw Materials and Consumables	3,234 	3,125	(109)	(4)%	(91)	4,063
Recreation and Sportsfields	6,540 	6,658	118	2%	341	8,528
Stormwater	1,080 	494	(586)	(119)%	550	1,360
Street Lighting	1,807 	1,875	67	4%	-	2,501
Training Costs	415 	840	426	51%	(242)	845
Tree Works	2,841 	2,848	7	0%	105	3,741
Waste Collection	13,287 	13,750	462	3%	(600)	17,797
Waste Disposal and Processing	11,160 	13,388	2,228	17%	(696)	16,152
Other Contracts	3,893 	3,991	98	2%	(99)	5,326
Other	4,510 	5,643	1,133	20%	(129)	7,513
<b>Total Materials and Services</b>	<b>109,700</b>	<b>115,123</b>	<b>5,422</b>	<b>5%</b>	<b>5,206</b>	<b>160,650</b>

## Other Expenses

For the period 1 July 2022 to 31 March 2023						
Item	YTD Actual \$'000	YTD Budget \$'000	YTD Variance \$'000	Variance %	Proposed Budget Incr / (Decr)	Proposed Annual Budget
Bad and Doubtful Debts	13	54	41	76%	-	81
Planning Levy	703	528	(175)	(33)%	-	704
Waste Levy	6,766	6,714	(52)	(1)%	52	8,835
Emergency Services Levy	5,837	5,838	1	0%	-	7,785
Other Levies	136	112	(24)	(21)%	24	174
Donations, Contributions and Assistance	2,239	2,088	(150)	(7)%	(40)	3,616
Land Tax	244	280	36	13%	(36)	361
<b>Total Other Expenses</b>	<b>15,938</b>	<b>15,615</b>	<b>(323)</b>	<b>(2)%</b>	<b>-</b>	<b>21,555</b>

## Recommended material changes to the Revised Budget

### Income and operating expenses 2022/23 - March 2023 Review

Proposed variation		Details
Fav / (Unfav)		
\$'000	%	
(129)	(0.1%)	<b>Rates and annual charges</b> Supplementary valuations impact on rates (\$0.2m) offset by additional waste services \$0.1m.
(455)	(0.5%)	<b>User charges and fees</b> Higher than anticipated income including: <ul style="list-style-type: none"> <li>• Development applications \$0.5m</li> <li>• Aquatic Centres \$0.3m</li> <li>• Sydney Lakeside \$0.2m</li> </ul> Partially offset by income reductions including: <ul style="list-style-type: none"> <li>• Children's services (\$0.4m)</li> <li>• Glen Street Theatre (\$0.4m)</li> <li>• Kimbriki (\$0.3m)</li> <li>• Environmental health (\$0.2m)</li> </ul>
572	9.1%	<b>Investment fees and revenues</b> Higher returns on investments
(544)	(2.8%)	<b>Other revenues</b> Increases in: <ul style="list-style-type: none"> <li>• Advertising on Council's structures \$0.5m</li> <li>• Kimbriki recycling and other income \$0.1m</li> <li>• Legal costs recovered from debt recovery actions \$0.1m</li> </ul> Decreases in: <ul style="list-style-type: none"> <li>• Parking fines income (\$1.5m)</li> </ul> Reclassification of income from leases to licences \$0.2m (other income)
5,749	25.7%	<b>Grants and contributions - Operating purposes</b> Reclassification of projects from capital to operating grants (with matching expenses): <ul style="list-style-type: none"> <li>• Regional and Local Road repair program - \$4.7m</li> <li>• Active transport pipeline corridor grant - \$0.2m</li> <li>• Oxford Falls bushland Reserve grant - \$0.2m</li> </ul> New grants including \$0.4m for Children's Services (offset by fees) and \$0.1m in bushland and dune grants under the CRIF program.
(7,830)	(19.1%)	<b>Grants and contributions - Capital purposes</b> <ul style="list-style-type: none"> <li>• Additional development contributions - \$2.0m</li> <li>• Grant funding rolled over to the 2023/24 financial year, reclassification of projects to operating expenses and other changes - please refer to the 'Capital Expenditure - recommended changes to the budget' schedule for further information on grants for capital projects.</li> </ul>
(172)	(2.7%)	<b>Other income</b> Classification of income from leases to licences (other revenue)
(1,965)		<b>TOTAL INCOME VARIATIONS</b>

Proposed variation		Details
Fav / (Unfav)		
\$'000	%	
709	0.5%	<b>Employee benefits and oncosts</b> Higher than anticipated vacancy levels across Council including in Corporate Support, Transport and Community, Arts and Cultural Services \$2.8m offset by a transfer from agency personnel to casual staff for Children's Services (\$0.6m). An adjustment was also made to allow for an additional increase in the employee leave entitlements provision expected due to changes in provision indexing including the expected higher future salary increases (\$1.5m).
(5,206)	(3.3%)	<b>Materials and services</b> Increases in: <ul style="list-style-type: none"> <li>• Storm emergency and reconstruction works - (\$1.4m)</li> <li>• Maintenance and servicing of facilities (excl storm damage) - (\$0.9m)</li> <li>• Agency personnel - (\$0.8m)</li> </ul> Decreases in: <ul style="list-style-type: none"> <li>• Waste collection, disposal and processing - \$1.3m</li> <li>• IT &amp; Communications - \$0.5m</li> <li>• Utilities, insurance, training, printing, postage and stationery - \$0.8m</li> </ul> Reclassification from capital to operating expenses for the three grant funded projects noted in the income table (note 5) - (\$5.0m)
6	0.0%	<b>Depreciation and amortisation</b> Minor adjustment to Kimbriki's depreciation
(4,491)		<b>TOTAL OPERATING EXPENDITURE VARIATIONS</b>
(6,455)		<b>TOTAL RECOMMENDED CHANGES TO INCOME AND OPERATING EXPENSES</b>

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

	ORIGINAL Budget \$'000	REVISED Budget \$'000	RECOMMENDED changes for Council Resolution \$'000	CURRENT Forecast \$'000	Actual 1 Jul 2022 to 31 Mar 2023 \$'000
<b>Capital Funding</b>					
Working Capital	15,650	17,852	(640)	17,212	11,168
Depreciation	37,132	39,134	(2,733)	36,402	16,324
<b>Capital Grants &amp; Contributions</b>					
- New Grants	13,299	32,245	(13,446)	18,799	17,372
- Grants from prior years	9,512	(406)	3,619	3,213	288
<b>Externally restricted reserves</b>					
- Developer contributions	17,162	10,518	(2,389)	8,129	4,775
- Domestic waste	-	-	-	-	-
- Other	2,084	2,338	-	2,338	1,278
<b>Internally restricted reserves</b>					
- Merger Savings Fund	949	952	(267)	684	191
- Other	2,840	4,115	(1,152)	2,963	918
<b>Income from sale of assets</b>					
- Plant and equipment	1,427	1,427	-	1,427	1,466
<b>Total Capital Funding</b>	<b>100,055</b>	<b>108,175</b>	<b>(17,008)</b>	<b>91,167</b>	<b>53,780</b>

**Capital Expenditure (by Service)**

Children's Services	150	250	(184)	66	58
Community, Arts and Culture Service	7,069	1,884	(481)	1,403	441
Corporate Support Services	2,390	3,390	(88)	3,302	1,868
Economic Development, Events and Engagement Services	77	61	-	61	50
Environment and Sustainability Services	9,574	11,509	(1,280)	10,229	4,645
Kimbriki Resource Recovery Centre	14,607	14,607	20	14,627	8,500
Library Services	945	1,123	(228)	895	618
Parks and Recreation Services	18,606	18,511	(2,546)	15,965	10,043
Property and Facilities Services	8,795	13,463	(692)	12,771	8,883
Transport, Traffic and Active Travel	37,742	43,277	(11,529)	31,748	18,571
Waste and Cleansing Services	100	100	-	100	103
<b>Total Capital Expenditure</b>	<b>100,055</b>	<b>108,175</b>	<b>(17,008)</b>	<b>91,167</b>	<b>53,780</b>

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

March 2023

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 045	Planned stormwater new works	(300,000)	Funding transferred for stormwater upgrade component of renewal works.		(300,000)			
CR050 07	Planned stormwater renewal works	300,000			300,000			
CR050 11	Footpath renewal works	(700,000)	Funding transferred for additional renewal works at Keirle Park and additional scope required for road resheeting.					(700,000)
CR050 10	Car park renewal works	175,000						175,000
CR050 12	Kerb and gutter renewal works	100,000						100,000
CR050 14	Road resheeting program	425,000						425,000
CR050 14	Road resheeting program	0	Reallocate general funding with funds from sale of road reserve.			54,545		(54,545)
CR050 81	Wharves works program	(62,441)	Funding transferred for the completion of Carol's Wharf and Bells Wharf renewal works.					(62,441)
CR051 30	Carol's Wharf Renewal	20,355						20,355
CR051 31	Bells Wharf Renewal	42,086						42,086
CR050 35	Children's centres works program	(184,216)	Funding transferred for renewal of playground in childcare centres.				(41,481)	(142,735)
CR051 52	Childcare Playground Renewal Program	184,216					41,481	142,735
<b>Total budget funding reallocation between projects/ funding sources</b>		-		-	-	54,545	-	(54,545)

		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
Budget funding reallocation (to) / from operating budget								
CN01 012	IT Infrastructure – New Works	6,529	Funding transferred from operating projects for new laptops.					6,529
CR050 68	IT infrastructure - replacements	220,000	Funding transferred from operating projects for TechOne and TRIM server renewal.					220,000
CN01 065	Gallery Art Work Purchases	25,678	Funding transferred from operating projects for purchase of large venue laser projector.				10,000	15,678
CN01 066	Theo Batten Bequest Purchases	19,000	Funding transferred from operating projects for purchase of Strange Oasis Artwork.					19,000
CN01 222	Active Transport Corridor Project	(1,147,080)	Project identified as operational in nature.				(1,147,080)	
CR050 71	Light fleet renewal	25,518	Funding transferred from operating project for acquisition of additional passenger vehicle.			25,518		
CR051 57	Regional and Local Roads Repair Program	(3,431,247)	Project identified as operational in nature.				(3,431,247)	
CN01 220	Oxford Falls Bushland Reserve	(169,628)	This component of the project has been reclassified as an operating expenditure project				(169,628)	
CN01 125	Long Reef Surf Life Saving Club	385,142	Additional funds required due to increased construction costs.					385,142
Total budget funding reallocation (to) / from operating budget		(4,066,088)		-	-	25,518	(4,737,955)	646,349
Increase in capital works budget								

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
CR050 65	Energy Savings Initiatives Program	42,279	Increased income from energy savings certificates.				42,279	
CN01 011	New traffic facilities	211,000	Additional funding provided for pedestrian safety upgrade at Barrenjoey Road Avalon				211,000	
CN01 214	Lynne Czinner Park, Warriewood new park	54,311	Additional funding recovered from developer through VPA for undergrounding power.	54,311				
CR050 04	Playground renewal program	70,000	Additional grant funding received for Poppy Park.				70,000	
<b>Total increase in capital works budget</b>		<b>377,590</b>		<b>54,311</b>	<b>-</b>	<b>-</b>	<b>323,279</b>	<b>-</b>
<b>Decrease in capital works budget</b>								
CN01 079	Church Point Masterplan Boardwalk Extension	(270,000)	Project completed.					(270,000)
CR050 70	Major plant renewal	(195,714)	Plant acquisition for 23/24 completed with remaining funding returned to the reserve.			(195,714)		
CR050 75	Bridge renewal works	(50,000)	Revised planning and project management costs.					(50,000)
CR051 30	Carol's Wharf Renewal	(40,000)	Project completed with grant funding revised.				(40,000)	
CN01 201	Little Manly Point Reserve Playground Upgrade	(1,804)	Project completed.	(1,804)				
CN01 202	Jacka Park Playground Upgrade	(6,941)	Project completed.	(6,941)				
CN01 208	Mona Vale Beach Upgrade	(3,796)	Project completed.	(3,796)				



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
CR051 20	Sydney Lakeside Holiday Park, North Narrabeen renewal works	(3,003)	Project completed.					(3,003)
CN01 138	Narrabeen Lagoon Pedestrian and Cycle Bridge	(800,000)	Project completed with remaining funding held in reserve.				(800,000)	
<b>Total decrease in capital works budget</b>		<b>(1,371,258)</b>		<b>(12,541)</b>	<b>-</b>	<b>(195,714)</b>	<b>(840,000)</b>	<b>(323,003)</b>
<b>Rollover to future years</b>								
CN01 013	IT Software – New Works	(94,500)	Printer consolidation project deferred to 23/24.					(94,500)
CR050 68	IT infrastructure - replacements	(220,000)	TechOne and TRIM server renewal deferred to 23/24.					(220,000)
CN01 121	Coast walk - art trail	(267,210)	McKillop Park and North Mona Vale Headland projects rephased to 23/24.			(267,210)		
CN01 007	Collaroy-Narrabeen coastal protection works	(1,322,164)	Private works construction at Flight Deck and Shipmates are estimated to commence in May 2023. Project rephased to reflect the progress.				(1,065,673)	(256,491)
CN01 010	New footpaths	(944,455)	Delay to Barrenjoey Road Avalon project awaiting TfNSW approval.				(944,455)	
CN01 011	New traffic facilities	(190,000)	Pedestrian safety upgrade at Barrenjoey Road Avalon rephased to 23/24.				(190,000)	
CN01 020	Warriewood Valley – traffic and transport infrastructure	(100,000)	Project construction and land acquisition deferred to 23/24 due to adjustments required to address land survey discrepancies.	(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 198	Safer Schools Infrastructure	(414,852)	Project rephased to address concerns raised during road safety audit.				(414,852)	
CN01 221	Queenscliff Headland access ramp	(280,000)	Project delayed due to difficulties in engaging suitable contractor with required experience and resource.				(280,000)	
CR050 13	Retaining wall renewal works	(700,000)	Project delayed on contractor procurement.					(700,000)
CR050 70	Major plant renewal	(658,225)	Project rephased for plant not expected to be delivered in 22/23.			(658,225)		
CR050 75	Bridge renewal works	(300,000)	Project delayed due to late acceptance of tender for Oxford Falls Bridge renewal.					(300,000)
CR050 81	Wharves works program	(900,000)	Project rephased due to delays with designs for Mackerel, Currawong and Taylors Point wharves.					(900,000)
CN01 053	Sports club capital assistance program	(60,000)	Project rephased on approval of Manly Warringah District Cricket Club's request for an extension to complete their Seaforth Oval project to 31 December 2023.					(60,000)
CN01 116	Freshwater Beach masterplan implementation	(76,854)	Start of works deferred to allow for Aboriginal Heritage Assessment of proposed main playground site.	(76,854)				
CN01 146	Commercial centre upgrade program	(441,920)	Project rephased to 23/24 due to delays in design.	(441,920)				
CN01 147	McKillop Park, Freshwater boardwalk	(36,000)	Project rephased due to delays in design.				(36,000)	

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 197	Manly Dam boardwalk	(165,621)	Project rephased due to delays in design and procurement.				(165,621)	
CN01 199	Frenchs Forest Precinct park upgrades	(169,000)	Project design delayed due to longer than expected timing for environmental reviews and site investigations.				(169,000)	
CN01 203	Griffith Park Playground Upgrade	(111,271)	Project behind schedule due to the need to incorporate additional elements requested through community engagement.	(111,271)				
CN01 206	Dee Why Beach (Michaela Howie) Playground Upgrade	(207,594)	Project behind schedule due to the need to alter the original concept design to meet available budget.	(207,594)				
CN01 207	Little Manly Beach Masterplan Implementation	(115,176)	Project delayed to 23/24 due to aboriginal heritage requirements.	(115,176)				
CN01 209	Ivanhoe Park Masterplan Implementation	(147,396)	Works deferred to 23/24 with adjustment of project scope to accommodate escalating steel prices.	(147,396)				
CN01 211	Fern Creek Bridge and Shared Paths	(590,000)	Project delayed due to the contractor not progressing per schedule.	(590,000)				
CN01 214	Lynne Cziner Park, Warriewood new park	(183,065)	Project behind schedule as detailed design took longer than anticipated.	(183,065)				
CR050 02	Foreshores renewal program	(200,000)	Wellings Reserve access road renewal works delayed due to additional clarifications being sought from contractors.					(200,000)

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
CR050 03	Recreational trails renewal program	(370,000)	Project delayed pending the completion of Sydney Water sewer renewal works in Fisher Bay and Clontarf.				(170,000)	(200,000)
CR050 05	Rockpool renewal program	(95,000)	Project rephased with the construction works on Mona Vale Rockpool to commence in 23/24.					(95,000)
CR050 54	Dinghy storage	(20,251)	Project delayed due to further consultation required for the proposed Dingy Racks at Sangrado Reserve, Seaforth.					(20,251)
CR051 34	Commercial centre renewal	(115,555)	Project rephased with the renewal of Thomas Stephens Reserve, Church Point rescheduled to 23/24 to coordinate with the proposed Pittwater Road works.					(115,555)
CR051 56	Bayview Seawall and Path	(543,178)	Project rephased due to prolonged procurement process.				(243,678)	(299,500)
CN01 096	Mona Vale Library - Upgrades and New Works	(228,073)	Project deferred to 23/24 awaiting finalisation of Mona Vale Cultural Precinct plan.			(228,073)		
CN01 109	Terrey Hills Emergency Services Headquarters	(138,980)	Project rephased pending approval from RFS.				(138,980)	
CN01 180	Little Manly Point Amenity	(400,000)	Projected delayed to address environmental, Indigenous and European heritage items.	(200,000)				(200,000)
CR050 85	Mona Vale Cemetery works program	(150,000)	Project rephased pending grants application in May 2023.			(150,000)		

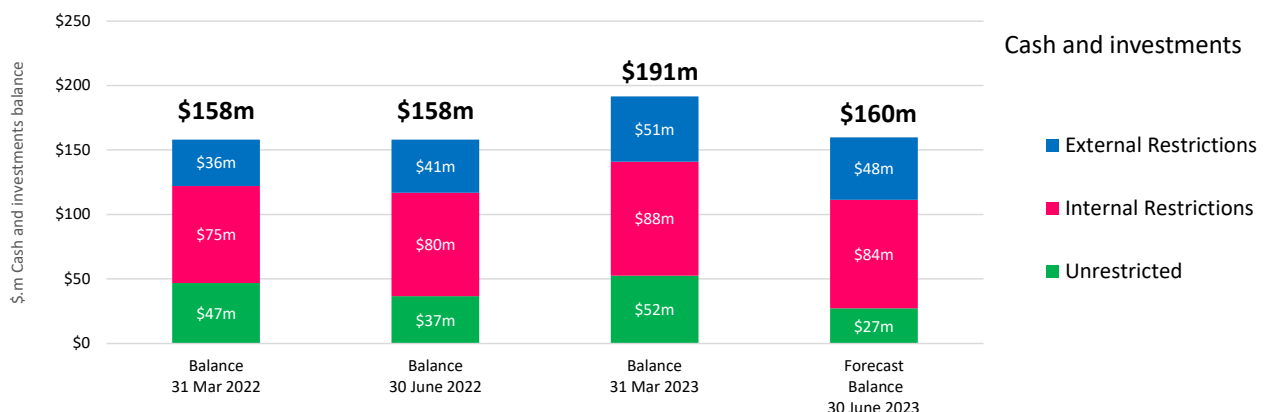
SOURCE OF FUNDS								
Job	Job Description	Budget Variation + INCR/(DECR)	Reason for Change	Developer Contri	Externally restricted	Internally restricted	Grants and Contri	Dep'n / Working Capital
CN01 031	Connecting Communities - footpaths programs	(347,712)	Project behind schedule due to prolonged planning and investigation processes.				(347,712)	
CN01 032	Connecting Communities - cycleways program	(406,233)	Project behind schedule due to prolonged planning and investigation processes.				(406,233)	
CN01 068	Warriewood Valley Community Centre	(258,190)	Project rephased to match the tender process.	(258,190)				
<b>Total rollover to future years</b>		<b>(11,968,475)</b>		<b>(2,431,466)</b>	<b>-</b>	<b>(1,303,508)</b>	<b>(4,572,204)</b>	<b>(3,661,297)</b>
<b>Kimbriki</b>								
CR050 99	Kimbriki vehicles	20,000	Additional funding required for purchase of Kimbriki vehicles.					20,000
<b>Total Kimbriki</b>		<b>20,000</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>20,000</b>
<b>TOTAL VARIATIONS</b>		<b>(17,008,231)</b>		<b>(2,389,696)</b>	<b>-</b>	<b>(1,419,159)</b>	<b>(9,826,880)</b>	<b>(3,372,496)</b>

<b>Budget</b>	<b>108,175,376</b>
<b>Current Forecast</b>	<b>91,167,145</b>

Northern Beaches Council  
**Cash and investments**

For the period 1 July 2022 to 31 March 2023

	Annual Budget 2022/23						
	ACTUAL	ACTUAL	ACTUAL	ORIGINAL	REVISED	Recommended	CURRENT
	Balance 31 Mar 2022 \$'000	Balance 30 June 2022 \$'000	Balance 31 Mar 2023 \$'000	Budget Balance 30 June 2023 \$'000	Budget Balance 30 June 2023 \$'000	changes for Council resolution \$'000	Forecast Balance 30 June 2023 \$'000
<b>Total cash and investments</b>	<b>158,002</b>	<b>157,937</b>	<b>191,452</b>	<b>99,267</b>	<b>145,364</b>	<b>14,343</b>	<b>159,707</b>
<b>represented by:</b>							
<b>Externally restricted</b>							
Development contributions	31,989	36,457	42,544	22,486	36,163	4,473	40,636
Unexpended grants - not tied to liability	256	566	508	-	-	201	201
Domestic waste management	2,901	3,401	6,671	4,328	5,336	1,643	6,979
Stormwater management	600	570	508	202	210	(210)	0
Other - e/r	204	153	314	263	390	31	421
<b>Total externally restricted</b>	<b>35,950</b>	<b>41,146</b>	<b>50,546</b>	<b>27,279</b>	<b>42,099</b>	<b>6,138</b>	<b>48,238</b>
<b>Internally restricted</b>							
Deposits, retentions and bonds	13,749	15,380	15,380	13,749	15,380	-	15,380
Employee leave entitlements	7,633	7,026	7,026	7,833	7,026	-	7,026
Kimbriki landfill remediation	12,153	13,597	13,597	15,299	15,764	166	15,930
Manly Environmental Levy	1,655	1,532	1,504	1,400	1,400	-	1,400
Merger Savings Fund	2,078	1,699	1,497	60	684	280	965
Mona Vale Cemetery	5,023	7,245	7,392	5,222	7,483	200	7,683
Pittwater SRV	316	236	228	-	-	228	228
Plant and fleet replacement	2,632	3,327	4,562	3,181	3,463	1,393	4,857
Unexpended grants - tied to liability	21,032	22,159	30,416	4,823	21,990	2,158	24,147
Stronger Communities Fund (I/R)	7,680	6,441	5,312	4,366	4,912	348	5,259
Other i/r	1,236	1,543	1,539	1,181	1,422	36	1,458
<b>Total internally restricted</b>	<b>75,187</b>	<b>80,184</b>	<b>88,453</b>	<b>57,114</b>	<b>79,524</b>	<b>4,808</b>	<b>84,332</b>
<b>Total restricted cash and investments</b>	<b>111,137</b>	<b>121,330</b>	<b>138,998</b>	<b>84,393</b>	<b>121,623</b>	<b>10,947</b>	<b>132,569</b>
<b>Total unrestricted cash and investments</b>	<b>46,865</b>	<b>36,606</b>	<b>52,454</b>	<b>14,874</b>	<b>23,741</b>	<b>3,397</b>	<b>27,138</b>



Northern Beaches Council

## Cash flow statement

For the period 1 July 2022 to 31 March 2023

Original Budget 2022/23 \$'000		Actual For the period 1 Jul 2022 to 31 Mar 2023 \$'000	Actual 2021/22 \$'000
<b>Cash flows from operating activities</b>			
<b>Receipts:</b>			
234,351	Rates and annual charges	187,655	226,388
92,716	User charges and fees	64,372	84,291
1,055	Investment revenue and interest	2,896	1,182
38,403	Grants and contributions	52,649	56,649
6,416	Bonds, deposits and retentions received	5,347	7,098
41,663	Other	33,724	45,656
<b>Payments:</b>			
(146,571)	Employee benefits and on-costs	(110,987)	(137,235)
(157,036)	Materials and services	(123,711)	(156,463)
(894)	Borrowing costs	(1,923)	(1,142)
(6,416)	Bonds, deposits and retentions refunded	(3,824)	(5,466)
(19,766)	Other	(15,878)	(30,930)
<b>83,921</b>	<b>Net Cash provided (or used in) Operating Activities</b>	<b>90,320</b>	<b>90,028</b>
<b>Cash flows from investing activities</b>			
<b>Receipts:</b>			
323,179	Sale of investment securities	206,703	338,038
1,427	Sale of infrastructure, property, plant & equipment	1,581	3,734
<b>Payments:</b>			
(300,000)	Purchase of investment securities	(241,122)	(352,829)
(107,024)	Purchase of infrastructure, property, plant and equipment	(53,706)	(76,755)
<b>(82,418)</b>	<b>Net cash provided from (or used in) investing activities</b>	<b>(86,544)</b>	<b>(87,812)</b>
<b>Cash Flows from financing activities</b>			
<b>Receipts:</b>			
-	Proceeds from borrowings	-	-
<b>Payments:</b>			
(4,873)	Repayment of borrowings	(3,715)	(5,018)
(1,228)	Principal component of lease payments	(923)	(1,269)
(40)	Dividends paid to minority interests	(58)	(38)
<b>(6,141)</b>	<b>Net cash provided from (or used in) financing activities</b>	<b>(4,696)</b>	<b>(6,325)</b>
<b>(4,638)</b>	<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>(920)</b>	<b>(4,109)</b>
17,627	Cash and cash equivalents at beginning of reporting period	6,552	10,661
<b>12,989</b>	<b>Cash and cash equivalents at end of reporting period</b>	<b>5,632</b>	<b>6,552</b>
<b>(27,817)</b>	<b>Net increase/(decrease) in cash, cash equivalents and investments</b>	<b>33,499</b>	<b>10,682</b>
127,084	Cash, cash equivalents and investments at beginning of reporting period	157,937	147,255
<b>99,267</b>	<b>Cash, cash equivalents and investments at end of reporting period</b>	<b>191,436</b>	<b>157,937</b>

\*2022/23 actuals excludes the non-cash movement in the mortgage backed security (non-current investments) of \$16k

Northern Beaches Council

# Statement of Financial Position

as at 31 March 2023

Original Budget 2022/23 \$'000	Actual as at 31 March 2023 \$'000	Actual as at 30 June 2022 \$'000	Actual as at 31 March 2022 \$'000
<b>ASSETS</b>			
<b>Current Assets</b>			
12,989 Cash and cash equivalents	5,632	6,552	3,294
85,437 Investments	185,123	150,625	153,939
16,220 Receivables	77,885	24,936	64,370
385 Inventories	401	397	372
2,067 Prepayments	2,731	2,975	2,905
<b>117,097 Total Current Assets</b>	<b>271,772</b>	<b>185,485</b>	<b>224,880</b>
<b>Non-Current Assets</b>			
842 Investments	697	760	769
1,097 Receivables	1,024	1,007	1,087
5,198,836 Infrastructure, property, plant and equip	5,240,386	5,218,499	5,081,045
5,835 Investment properties	6,155	6,155	5,835
7,732 Right of use assets	8,141	9,110	9,437
<b>5,214,341 Total Non-Current Assets</b>	<b>5,256,403</b>	<b>5,235,531</b>	<b>5,098,173</b>
<b>5,331,438 Total Assets</b>	<b>5,528,175</b>	<b>5,421,016</b>	<b>5,323,053</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
41,211 Payables	39,520	45,393	39,347
5,556 Contract Liabilities	32,180	24,206	21,229
1,231 Lease Liabilities	315	1,238	311
3,346 Borrowings	1,067	4,770	1,174
38,006 Employee benefit provisions	34,538	35,553	37,771
782 Provisions	1,104	759	1,893
<b>90,132 Total Current Liabilities</b>	<b>108,724</b>	<b>111,919</b>	<b>101,725</b>
<b>Non-Current Liabilities</b>			
100 Payables	100	150	150
5,137 Contract Liabilities	7,460	7,466	9,815
6,941 Lease Liabilities	8,237	8,237	9,474
9,081 Borrowings	12,526	12,538	17,308
2,496 Employee benefit provisions	2,615	761	2,432
46,817 Provisions	45,240	43,404	45,113
<b>70,572 Total Non-Current Liabilities</b>	<b>76,178</b>	<b>72,556</b>	<b>84,292</b>
<b>160,704 Total Liabilities</b>	<b>184,902</b>	<b>184,475</b>	<b>186,017</b>
<b>5,170,734 Net Assets</b>	<b>5,343,273</b>	<b>5,236,541</b>	<b>5,137,036</b>
<b>EQUITY</b>			
4,921,169 Accumulated surplus	5,034,296	4,927,620	4,956,577
248,261 IPPE revaluation reserve	307,617	307,617	179,229
<b>5,169,430 Council equity interest</b>	<b>5,341,913</b>	<b>5,235,237</b>	<b>5,135,806</b>
1,304 Non-controlling equity interests	1,360	1,304	1,230
<b>5,170,734 Total Equity</b>	<b>5,343,273</b>	<b>5,236,541</b>	<b>5,137,036</b>



# Northern Beaches Council

## Contracts Listing

For the period 1 July 2022 to 31 March 2023

Contracts entered into during the three months to 31 March 2023 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)
2022/094	Azbuild Pty Ltd	Snapperman Beach Reserve Seawall Reconstruction Works	\$362,100	22/12/2022	30/03/2024	Y
2022/110	Turf Drain Australia	Kitchener Park, Frank Gray Oval, Mike Pawley Oval Design and Construct Drainage Systems	\$373,905	12/01/2023	11/03/2023	Y
2022/161	Consult Marine Pty Ltd	Detailed Design & Specification for Mona Vale, Whale Beach & Bilgowlah Rockpools	\$120,000	7/02/2023	7/02/2025	Y
2022/179	Thompson Berrill Landscape Design Pty Ltd	Long Reef Boardwalk and Bridge Replacement – Design Services	\$93,983	8/03/2023	7/07/2023	Y
2022/185	Proludic Pty Ltd	Anana Reserve Playground Renewal	\$107,404	1/03/2023	30/04/2023	Y
2022/195	SMC Marine Pty Ltd	Design and Construction of Clontarf Tidal Pool	\$542,156	28/02/2023	27/06/2023	Y
2022/216	Insituform Pacific Pty Ltd	Pipe Remediation Works – 143 McCarrs Creek Road Church Point	\$83,492	24/01/2023	14/03/2024	Y
2022/217	Insituform Pacific Pty Ltd	Pipe Remediation Works – George Street, Commonwealth Parade	\$75,000	9/03/2023	6/04/2023	Y
2022/230	CIVIL SURVEY SOLUTIONS PTY LTD	Provision of ongoing Autodesk Software Services	\$294,960	9/01/2023	1/12/2024	Y
2022/231	TCM Construction Group	Manly Flagpole Replacement Project	\$62,000	27/03/2023	28/04/2023	Y
2022/232	Ally Property Services Pty Ltd	St Andrews Gate Road Reconstruction	\$356,000	16/03/2023	15/05/2023	Y
2022/235	Twenty Four Seven	Storage Shed at Harbord Park Sports Amenities	\$74,982	17/02/2023	28/04/2023	Y
2022/237	Dragonfly Environmental	Collaroy Reserves Bush Regeneration Project	\$105,000	1/01/2023	16/06/2023	Y
2022/243	Crown Cabling Partnership	Dee Why Civic Centre Cabling Remediation	\$579,500	13/03/2023	12/03/2025	Y
2022/244	Iplex Pipelines Australia Pty Ltd	Newport Beach Outlet Renewal – Construction (Ross Street - Pit SPP52128)	\$97,970	27/01/2023	30/06/2023	Y
2023/005	Anditi Pty Ltd	Provision of Aerial Photography and LiDAR data	\$87,505	2/02/2023	1/06/2023	Y
2023/009	LG Solutions Pty Ltd	Pulse Delegations and Risk Management Software	\$82,000	24/01/2023	31/12/2025	Y
2023/027	M & R Robinson Pty Ltd t/a The Shop Consulting	Procurement & Contract Management Training	\$58,300	16/02/2023	15/02/2026	Y
2023/028	National Granite Pty Ltd	Memorial masonry package for new columbarium and memorial garden at Manly Cemetery, Griffiths Street, Fairlight NSW	\$136,800	9/03/2023	8/09/2023	Y
2023/031	Thomas Duryea Logicalis Pty Ltd	Nutanix Hardware and Software maintenance renewal	\$152,645	8/03/2023	7/03/2024	Y
2023/046	GHD	Addiscombe Road ISMP Groundwater Monitoring and Reporting Program	\$199,642	14/03/2023	30/06/2025	Y

## Northern Beaches Council

# Budget review of consultancy and legal expenses

For the period 1 July 2022 to 31 March 2023

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

Expense	1 July 2022 to 31 March 2023 \$	Budgeted (Y/N)
Consultancies	408,580	Y
Legal services	1,579,781	Y