



QUARTERLY BUDGET REVIEW STATEMENT

DECEMBER 2021

2022/062202



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 – proposed changes to the budget</u> | <u>5</u> |
| <u>Capital budget statement</u> | <u>7</u> |
| <u>Capital expenditure – proposed changes to the budget</u> | <u>8</u> |
| <u>Cash and investments</u> | <u>15</u> |
| <u>Cash flow statement</u> | <u>16</u> |
| <u>Statement of financial position</u> | <u>17</u> |
| <u>Contracts listing</u> | <u>18</u> |
| <u>Budget review of consultancy and legal expenses</u> | <u>19</u> |

Northern Beaches Council

Income and operating expenses budget review statement

For the period 1 July 2021 to 31 Dec 2021

| | | 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 |
| Income from continuing operations | | | | | | |
| Rates and annual charges | 218,168 | 225,174 | 225,802 | 128 | 225,929 | 225,946 |
| User charges and fees | 79,105 | 90,481 | 74,849 | 1,749 | 76,598 | 36,934 |
| Investment fees and revenues | 1,430 | 997 | 997 | (33) | 964 | 515 |
| Other revenues | 17,797 | 15,149 | 11,795 | 5,071 | 16,866 | 7,722 |
| Grants and contributions - Operating purposes | 19,460 | 17,557 | 22,482 | 946 | 23,428 | 7,516 |
| Grants and contributions - Capital purposes | 26,544 | 45,435 | 55,278 | (4,498) | 50,781 | 16,016 |
| Other income | 3,284 | 8,953 | 8,992 | (3,038) | 5,954 | 3,213 |
| Total income from continuing operations | 365,788 | 403,747 | 400,195 | 325 | 400,520 | 297,861 |
| Expenses from continuing operations | | | | | | |
| Employee benefits and oncosts | (139,117) | (138,607) | (139,175) | (750) | (139,925) | (66,862) |
| Borrowing costs | (2,605) | (2,438) | (2,438) | 6 | (2,433) | (1,222) |
| Materials and services | (150,324) | (141,820) | (141,796) | (4,419) | (146,215) | (62,506) |
| Depreciation and amortisation | (47,407) | (44,919) | (45,471) | (371) | (45,842) | (22,849) |
| Other expenses | (24,666) | (19,269) | (21,772) | (24) | (21,796) | (9,755) |
| Gain/(Loss) on disposal of assets | (1,579) | (251) | (251) | - | (251) | 587 |
| Total expenses from continuing operations | (365,697) | (347,304) | (350,903) | (5,559) | (356,462) | (162,606) |
| Surplus / (Deficit) from continuing operations | 91 | 56,443 | 49,292 | (5,234) | 44,058 | 135,256 |
| Surplus / (Deficit) before Capital Grants & Contributions | (26,453) | 11,007 | (5,986) | (736) | (6,722) | 119,240 |
| Less: Rates yet to be allocated | | | | | | |
| | | | | | | (82,949) |
| Surplus / (Deficit) before Capital Grants & Contributions - adjusted for rates unallocated | | | | | | 36,291 |

Northern Beaches Council

Income and expenses budget review statement

excluding Kimbriki Environmental Enterprises

For the period 1 July 2021 to 31 Dec 2021

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 |
| Income from continuing operations | | | | | |
| Rates and annual charges | 226,052 | 226,679 | 135 | 226,815 | 226,770 |
| User charges and fees | 65,191 | 49,558 | 2,148 | 51,706 | 24,961 |
| Investment fees and revenues | 943 | 943 | 925 | 1,868 | 1,446 |
| Other revenues ^{1.} | 12,708 | 9,354 | 4,144 | 13,498 | 5,759 |
| Grants and contributions - Operating purposes | 17,557 | 22,482 | 946 | 23,428 | 7,516 |
| Grants and contributions - Capital purposes | 45,435 | 55,278 | (4,498) | 50,781 | 16,016 |
| Other income ^{1.} | 11,836 | 11,875 | (2,912) | 8,963 | 4,725 |
| Total income from continuing operations | 379,722 | 376,170 | 888 | 377,058 | 287,193 |
| Expenses from continuing operations | | | | | |
| Employee benefits and oncosts | (133,675) | (134,243) | (852) | (135,095) | (64,498) |
| Borrowing costs | (1,138) | (1,138) | - | (1,138) | (578) |
| Materials and services ^{2.} | (138,161) | (138,137) | (4,583) | (142,719) | (61,370) |
| Depreciation and amortisation | (42,192) | (42,744) | - | (42,744) | (21,332) |
| Other expenses | (10,895) | (13,398) | (71) | (13,468) | (5,614) |
| Gain/(Loss) on disposal of assets | (251) | (251) | - | (251) | 587 |
| Total expenses from continuing operations | (326,311) | (329,910) | (5,505) | (335,415) | (152,804) |
| Surplus / (Deficit) from continuing operations | 53,410 | 46,260 | (4,617) | 41,643 | 134,389 |
| Surplus / (Deficit) before Capital Grants & Contributions | 7,975 | (9,018) | (119) | (9,138) | 118,373 |
| Less: Rates yet to be allocated | | | | | (82,949) |
| Surplus / (Deficit) before Capital Grants & Contributions - adjusted for rates unallocated | | | | | 35,424 |

^{1.} Other Revenues/Other income includes lease income and (when applicable) dividends received from Kimbriki

^{2.} Materials and Services includes disposal costs charged to Council by Kimbriki

Northern Beaches Council

Notes to the Income Statement

For the period 1 July 2021 to 31 Dec 2021

Recommended changes to the Revised Budget

Budget variations being recommended include the following material items:

| Proposed variation | | Details |
|--------------------|---------|--|
| Fav / (Unfav) | | |
| \$'000 | % | |
| 128 | 0.1% | Rates and annual charges Additional income from new Domestic Waste services \$0.1m. |
| 1,749 | 2.3% | User charges and fees Higher than anticipated income including: <ul style="list-style-type: none"> • Aquatic centres income \$1.5m • Road restorations income \$0.5m (offset by additional expenditure) • Development assessments \$0.3m • Golf driving range income \$0.3m Partially offset by income reductions including: <ul style="list-style-type: none"> • Children's Services income (\$0.2m) (offset by \$0.5m COVID support grant) • Community Centres income (\$0.1m) due to the impact of COVID-19 • Kimbriki fees income (excl income charged to Council) (\$0.4m) |
| (33) | (3.3%) | Investment fees and revenues Lower interest payable on overdue rates than forecast. |
| 5,071 | 43.0% | Other revenues Increases in: <ul style="list-style-type: none"> • Parking fine income \$0.3m • Kimbriki recycling and other income \$0.8m • Advertising on Council's structures income \$0.3m Reclassification of budget items from Other Income to Other Revenues \$3.1m |
| 946 | 4.2% | Grants and contributions - Operating purposes Additional operating grants and contributions including: <ul style="list-style-type: none"> • Children's Services COVID support grants - \$0.5m • Rural Fire Service bushfire mitigation - \$0.2m • Wakehurst Parkway project (SCF) - \$0.3m • Soil conservation Careel Creek - \$0.1m • Glen St Theatre COVID support grant - \$0.1m Partially offset by lower than expected required this year from the Bare Creek contribution funds - (\$0.2m) |
| (4,498) | (8.1%) | Grants and contributions - Capital purposes <ul style="list-style-type: none"> • Additional development contributions - \$0.9m New capital grants including: <ul style="list-style-type: none"> • New Traffic Facilities - \$1.4m (Federal Govt Black Spot Program) • Queenscliff Headland Access Ramp \$0.7m + Clontarf Reserve Tidal Pool \$0.9m + Manly Dam Boardwalk \$0.3m (NSW DPIE Public Spaces Legacy) Offset by grant funding rolled over to the 2022/23 financial year (\$9.5m) |
| (3,038) | (33.8%) | Other income Reclassification of budget items from Other Income to Other Revenues (\$3.1m) |
| 325 | | TOTAL INCOME VARIATIONS |

| Proposed variation | | Details |
|--------------------|--------|--|
| Fav / (Unfav) | | |
| \$'000 | % | |
| (750) | (0.5%) | Employee benefits and oncosts 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 and Development Assessment (offset by additional income). |
| 6 | 0.2% | Borrowing costs • Minor adjustment to the unwinding of the discount on asset remediation. |
| (4,419) | (3.1%) | Materials and services Increases in: <ul style="list-style-type: none"> • IT and communications including additional security and infrastructure improvements and project management - (\$2.3m) • Waste collection primarily due to a higher than anticipated CPI increase and additional services (partly offset by additional income) (\$1.3m) • Environment & climate change offset by additional grant and development engineering income - (\$0.7m) • Kimbriki expenditure due to higher volumes (offset by income) (\$0.7m) • Road restorations expenditure (offset by additional income) - (\$0.5m) • COVID-19 response incl VMS traffic boards, logistics and cleaning - (\$0.4m) • Aquatic centres including utilities, cleaning and materials (offsets by additional income - (\$0.3m) • Property utilities (\$0.2m) and golf driving range (\$0.1m) offset by additional income • Parking patrol officers agency costs (\$0.2m) Decreases in: <ul style="list-style-type: none"> • Waste disposal primarily due to a KPI abatement discount offset by additional tonnage - \$1.3m less \$0.8m adjustment in elimination of Kimbriki - \$2.1m net • Children's Services agency costs (offset by increase employee costs) - \$0.3m |
| (371) | (0.8%) | Depreciation and amortisation Reforecast Kimbriki leasehold improvements |
| (24) | (0.1%) | Other expenses Increase in: <ul style="list-style-type: none"> • Outdoor dining fee subsidies - (\$0.4m) Decrease in: <ul style="list-style-type: none"> • Waste and environment levy - \$0.1m • Property rent relief subsidies - \$0.3m |
| (5,559) | | TOTAL OPERATING EXPENDITURE VARIATIONS |
| (5,234) | | TOTAL RECOMMENDED CHANGES TO INCOME AND OPERATING EXPENSES |

Northern Beaches Council

Capital Budget Statement

For the Period 1 July 2021 to 31 December 2021

| | ORIGINAL Budget \$'000 | REVISED Budget \$'000 | <u>RECOMMENDED</u> changes for Council Resolution \$'000 | CURRENT Forecast \$'000 | Actual 1 July 2021 to 31 Dec 2021 \$'000 |
|---|------------------------------|-----------------------------|--|-------------------------------|--|
| Capital Funding | | | | | |
| Working Capital | 19,428 | 18,977 | (3,298) | 15,679 | 2,883 |
| Depreciation | 38,163 | 25,873 | (601) | 25,272 | 9,543 |
| Capital Grants & Contributions | | | | | |
| - New Grants | 35,389 | 30,288 | 522 | 30,810 | 5,928 |
| - Grants from prior years | 3,924 | 18,698 | (5,927) | 12,771 | 5,021 |
| Externally restricted reserves | | | | | |
| - Developer contributions | 17,542 | 18,815 | (1,034) | 17,781 | 4,108 |
| - Domestic waste | - | - | - | - | - |
| - Other | 1,867 | 2,275 | - | 2,275 | 682 |
| Internally restricted reserves | | | | | |
| - Merger Savings Fund | 2,272 | 3,019 | (260) | 2,759 | 773 |
| - Other | 5,281 | 5,362 | (249) | 5,113 | 2,364 |
| Income from Sale of Assets | | | | | |
| - Plant and equipment | 1,633 | 1,633 | - | 1,633 | 770 |
| Total Capital Funding | 125,499 | 124,940 | (10,847) | 114,093 | 32,072 |

Capital Expenditure (by Service)

| | | | | | |
|--|----------------|----------------|-----------------|----------------|---------------|
| Children's Services | 399 | 440 | - | 440 | 299 |
| Community, Arts and Culture Service | 10,424 | 7,878 | (216) | 7,662 | 705 |
| Corporate Support Services | 1,968 | 3,013 | 290 | 3,303 | 739 |
| Economic Development, Events and Engagement Services | 1,027 | 1,097 | 50 | 1,147 | 924 |
| Environment and Sustainability Services | 12,678 | 9,727 | - | 9,726 | 2,008 |
| Kimbriki Resource Recovery Centre | 10,454 | 11,289 | (3,190) | 8,099 | 1,180 |
| Library Services | 2,380 | 2,385 | (370) | 2,015 | 497 |
| Parks and Recreation Services | 30,418 | 31,025 | 16 | 31,041 | 12,756 |
| Property and Facilities Services | 6,677 | 8,135 | (2,724) | 5,412 | 1,953 |
| Transport, Traffic and Active Travel | 48,974 | 49,881 | (4,703) | 45,178 | 10,954 |
| Waste and Cleansing Services | 100 | 70 | - | 70 | 57 |
| Total Capital Expenditure | 125,499 | 124,940 | (10,847) | 114,093 | 32,072 |

Capital Expenditure - recommended changes to the budget

December 2021

| 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 between projects / funding sources | | | | | | | | |
| CR050 75 | Bridge Renewal Works | 203,244 | Funding transferred to cover the contingency and staff costs of the Ocean Street Narrabeen Abutment Replacement project. | | | | | 203,244 |
| CR050 10 | Car Park Renewal Works | (150,000) | | | | | | (150,000) |
| CR050 14 | Road Resheeting Program | (53,244) | | | | | | (53,244) |
| CR051 30 | Carol's Wharf Renewal | 437,860 | Funding transferred for additional variations to the project scope. | | | | 40,000 | 397,860 |
| CR051 31 | Bells Wharf Renewal | 62,140 | | | | | | 62,140 |
| CR050 81 | Wharves Works Program | (500,000) | | | | | (40,000) | (460,000) |
| CN01 034 | Connecting all Through Play - Active Play | 50,000 | Funding transferred for lighting tender that came in 10% exceeding budget. | | | | | 50,000 |
| CN01 152 | Headland Fencing and Other Measures | (50,000) | | | | | | (50,000) |
| CN01 124 | Mona Vale Surf Life Saving Club | 0 | Swap working capital funds for Pittwater SRV funds. | | | 25,941 | | (25,941) |
| CR050 41 | Manly Art Gallery | 44,426 | Funding transferred for Manly Art Gallery air conditioner chiller replacement | | | | | 44,426 |
| CR051 53 | PCYC Renewal Works | (44,426) | | | | | | (44,426) |
| CR050 63 | Building Code of Australia Compliance Works (BCA) | 30,400 | Funding transferred for Avalon Bowling Club fire order works and Clontarf Reserve Amenities re-roofing works. | | | | | 30,400 |
| CR051 46 | Clontarf Reserve Amenities Renewal | 29,177 | | | | | | 29,177 |
| CR051 33 | Multi Storey Car Park Renewal Works | (59,577) | | | | | | (59,577) |

| 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 40 | Creative Arts Space - Avalon Golf Course | 11,910 | Funding transferred for Avalon Golf Course Creative Space acoustic panel installation. | | | 11,910 | | |
| CR051 37 | Creative Arts Space - Mona Vale Design Works | (11,910) | | | | (11,910) | | |
| CN01 017 | Dee Why Town Centre – Construction – Phase 1 | 100,000 | Funding transferred for construction of Dee Why Town Centre. | 100,000 | | | | |
| CN01 016 | Dee Why Town Centre – Design | (100,000) | | (100,000) | | | | |
| Total budget funding reallocation between projects/funding sources | | - | | - | - | 25,941 | - | (25,941) |
| Budget funding reallocation (to) / from operating budget | | | | | | | | |
| CN01 012 | IT Infrastructure - New Works | 45,000 | Funding transferred from operating project for SD WAN brief approved by the Governance and Budget Panel. | | | | | 45,000 |
| CR050 82 | Library Books - Replacement | (370,000) | Funding transferred to operating project 34411005 eCollection Library Items. | | | | | (370,000) |
| Total budget funding reallocation (to) / from operating budget | | (325,000) | | - | - | - | - | (325,000) |
| Increase in capital works budget | | | | | | | | |
| CN01 012 | IT Infrastructure - New Works | 244,805 | Additional funding required for software-defined wide-area network (SD WAN) | | | | | 244,805 |

| 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 011 | New Traffic Facilities | 501,000 | Additional grants funding for Black Spot Program (Grandview Drive, Newport) and Safer Roads Program (Pringle Avenue, Belrose). | | | | 501,000 | |
| CN01 182 | Traffic Facility Delivery - Accelerated | 929,000 | Additional grants funding for Black Spot Program (North Steyne and Raglan Street) and Safer Roads Program (Manly High Pedestrian Activity Area). | | | | 929,000 | |
| CN01 221 | Queenscliff Headland Access Ramp | 747,500 | NSW Public Spaces Legacy Grant funding to provide improved access between Manly and Queenscliff through the construction of a continuous ramp suitable for both pedestrians and cyclists. | | | | 747,500 | |
| CR050 14 | Road Resheeting Program | 300,000 | Additional grants funding for road repairment at Winbourne Road, Brookvale; Fisher Road, Dee Why; and McIntosh Road, Narrabeena. | | | | 300,000 | |
| CR051 51 | Clontarf Reserve Tidal Pool | 900,000 | NSW Public Spaces Legacy Grant funding for the design and construction of Clontarf Reserve Tidal Pool. | | | | 900,000 | |
| CN01 197 | Manly Dam Boardwalk | 300,000 | NSW Public Spaces Legacy Grant funding for delivery of a boardwalk and connecting trails at Manly Dam. | | | | 300,000 | |
| CN01 223 | Warriewood Beach Foreshore Upgrades | 50,000 | Additional capital contribution for project design with construction expected to start in early 2022/23. | | | | 50,000 | |

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 01 | Reserves Renewal Program | 50,000 | Grant funding for North Harbour Reserve upgrade works. | | | | 50,000 | |
| CN01 109 | Terrey Hills Emergency Services Headquarters | 66,290 | Grants funding obtained for emergency management equipment. | | | | 66,290 | |
| 'CN01 110 | Currawong Cottages New Cottages, Games Room and Amenities | 148,815 | Grant funding for restoration of 'Platypus' cabin. | | | | 148,815 | |
| CN01 180 | Little Manly Point Amenity | 45,000 | Additional development contribution funding to replace prior quarter reduction due to COVID. | 45,000 | | | | |
| CN01 017 | Dee Why Town Centre – Construction – Phase 1 | 50,000 | Additional development contribution funding for construction of Dee Why Town Centre infrastructure. | 50,000 | | | | |
| CN01 034 | Connecting all Through Play - Active Play | 84,400 | Additional capital contribution for the construction of sportsfields lighting at Passmore Reserve Manly Vale. | | | | 84,400 | |
| Total increase in capital works budget | | 4,416,810 | | 95,000 | - | - | 4,077,005 | 244,805 |
| Decrease in capital works budget | | | | | | | | |
| CN01 121 | Coast Walk Art Trail | (260,655) | Adjust current FY budget to be aligned with Council Resolution Feb 2021 item No. 10.2. | | | (260,655) | | |
| Total decrease in capital works budget | | (260,655) | | - | - | (260,655) | - | - |

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 |
|---------------------------------|---|-------------------------------------|---|---------------------|--------------------------|--------------------------|----------------------|-------------------------------|
| Rollover to future years | | | | | | | | |
| CN01 141 | Church Point Commuter Wharf Expansion | (271,900) | Project delayed with detailed design postponed due to COVID impact on the progress of feasibility study. | (271,900) | | | | |
| CN01 202 | Jacka Park Playground Upgrade | (100,000) | Project delayed due to new flood investigation information indicating the Playground will need to moved from its current location. A new concept plan will be prepared and exhibited in the first half of 2022. | (100,000) | | | | |
| CN01 203 | Griffith Park Playground Upgrade | (100,000) | Project delayed to allow for additional community engagement to further inform the design. | (100,000) | | | | |
| CN01 211 | Fern Creek Bridge and Shared Paths | (388,621) | Project construction will commence in 2022/23 with the Plan of Management expected to be adopted by Council in February 2022. | (388,621) | | | | |
| CN01 214 | Lynne Czinner Park | (268,660) | Project construction will commence in 2022/23 with the Plan of Management expected to be adopted by Council in February 2022. | (268,660) | | | | |
| CN01 110 | Currawong Cottages New Cottages, Games Room and Amenities | (1,148,815) | Project rephased for construction to proceed in off-season across two financial years. | | | | (1,148,815) | |
| CN01 139 | Duffys Forest Rural Fire Station | (1,000,000) | Project rephased pending outcome of grant application. | | | | (1,000,000) | |

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 161 | Marine Rescue Broken Bay Building | (150,000) | Project rephased for construction to proceed across two financial years. | | | | (150,000) | |
| CN01 173 | Manly Cemetery Columbarium | (300,000) | Project delayed due to heritage related planning application. | | | | (97,106) | (202,894) |
| CN01 181 | Porters Reserve Clubhouse Changespace | (400,000) | Project rephased for construction to proceed across two financial years. | | | | | (400,000) |
| CN01 031 | Connecting Communities - Footpaths Programs | (1,112,889) | Project rephased pending decision on Newport to Avalon footpaths in March 2022. | | | (274,858) | (838,031) | |
| CN01 032 | Connecting Communities - Cycleways Program | (5,247,464) | Project rephased pending decision on Newport to Avalon cycleways in February 2022. | | | | (5,247,464) | |
| CN01 138 | Narrabeen Lagoon Pedestrian and Cycle Bridge | (1,000,000) | Project rephased due to COVID impacts on contractor availability and supply chain delays. | | | | (1,000,000) | |
| Total rollover to future years | | (11,488,349) | | (1,129,181) | - | (274,858) | (9,481,416) | (602,894) |
| Kimbriki | | | | | | | | |
| CN01 084 | Kimbriki Clean Water Diversion System | (3,090,149) | Project delayed pending approval of Consent Modification. | | | | | (3,090,149) |
| CN01 086 | Kimbriki Landfill Cell Development Area 4A | 90,000 | Landfill 4a stage 2 brought forward in accordance with the recent site masterplan. | | | | | 90,000 |
| CN01 166 | Kimbriki Cell Develop Western Shelf Landfill | 90,444 | Western Shelf Landfill cell is expected to be completed before 30 June 2022 based on current progress of cell lining works. | | | | | 90,444 |

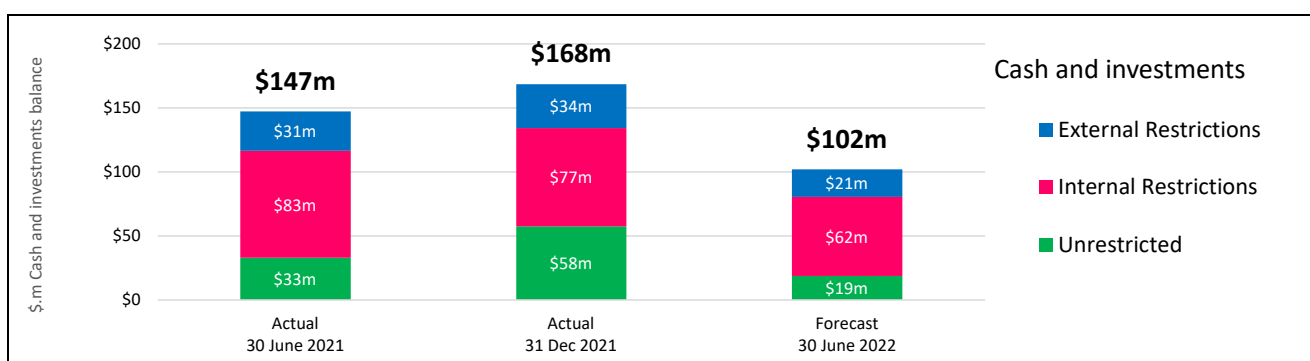
SOURCE OF FUNDS

| Job | Job Description | Budget Variation + INCR / (DECR) | Reason for Change | Developer Contri | Externally restricted | Internally restricted | Grants and Contri | Dep'n / Working Capital |
|-------------------------|---|--|---|---------------------|--------------------------|--------------------------|----------------------|-------------------------------|
| CN01 195 | Kimbriki Cell Develop Mid-West Landfill | (49,238) | Project rephased with Mid-West Landfill development moved to 2022/23 according to the recent site masterplan. | | | | | (49,238) |
| CR050 99 | Kimbriki Vehicles | (50,000) | Project completed with no purchase plan for the rest of current financial year. | | | | | (50,000) |
| CR051 00 | Kimbriki Renewal Program | (181,500) | Project budget reduced according to site upgrade plan. Non-critical site upgrade projects suspended due to COVID. | | | | | (181,500) |
| CR051 01 | Kimbriki Other | 700 | Minor adjustment to align with required expenditure. | | | | | 700 |
| Total Kimbriki | | (3,189,743) | | - | - | - | - | (3,189,743) |
| TOTAL VARIATIONS | | (10,846,937) | | (1,034,181) | - | (509,572) | (5,404,411) | (3,898,773) |
| Approved Budget | | 124,940,121 | | | | | | |
| Revised Forecast | | 114,093,184 | | | | | | |

Northern Beaches Council
Cash and investments

For the period 1 July 2021 to 31 Dec 2021

| | Annual Budget 2021/22 | | | | | |
|--|-----------------------------------|----------------------------------|---|---|--|---|
| | ACTUAL | ACTUAL | ORIGINAL | REVISED | Recommended | CURRENT |
| | Balance 30 June 2021 \$'000 | Balance 31 Dec 2021 \$'000 | Budget Balance 30 June 2022 \$'000 | Budget Balance 30 June 2022 \$'000 | changes for Council resolution \$'000 | Forecast Balance 30 June 2022 \$'000 |
| Total cash and investments | 147,238 | 168,439 | 84,838 | 90,225 | 11,806 | 102,031 |
| represented by: | | | | | | |
| Externally restricted | | | | | | |
| Development contributions | 29,542 | 30,562 | 16,073 | 16,961 | 1,941 | 18,902 |
| Unexpended grants - not tied to liability | 262 | 256 | 20 | 0 | 0 | - |
| Domestic waste management | 364 | 2,626 | 1,532 | 2,335 | (17) | 2,318 |
| Stormwater management | 194 | 453 | 192 | 199 | 0 | 199 |
| Other - e/r | 410 | 198 | 0 | 26 | 0 | 26 |
| Total externally restricted | 30,771 | 34,094 | 17,817 | 19,521 | 1,923 | 21,444 |
| Internally restricted | | | | | | |
| 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 | 13,661 | (37) | 13,624 |
| Manly Environmental Levy | 1,839 | 1,752 | 1,455 | 1,455 | 0 | 1,455 |
| Merger Savings Fund | 3,647 | 2,854 | 1,036 | 546 | 261 | 807 |
| Mona Vale Cemetery | 5,023 | 5,028 | 5,501 | 5,100 | 0 | 5,100 |
| Pittwater SRV | 2,611 | 1,080 | 0 | 26 | 249 | 275 |
| Plant and fleet replacement | 1,406 | 2,540 | 1,794 | 2,586 | 0 | 2,586 |
| Unexpended grants - tied to liability | 22,306 | 20,852 | 5,959 | 6,257 | 4,133 | 10,390 |
| Stronger Communities Fund (I/R) | 11,789 | 7,800 | 4,495 | 4,297 | 576 | 4,873 |
| Other i/r | 1,242 | 1,220 | 1,179 | 1,219 | 4 | 1,223 |
| Total internally restricted | 83,399 | 76,662 | 55,507 | 56,528 | 5,185 | 61,714 |
| Total restricted cash and investments | 114,170 | 110,755 | 73,325 | 76,049 | 7,109 | 83,158 |
| Total unrestricted cash and investments | 33,068 | 57,684 | 11,513 | 14,175 | 4,697 | 18,872 |



Northern Beaches Council

Cash flow statement

For the period 1 July 2021 to 31 December 2021

| Original Budget 2021/22 \$'000 | | Actual For the period 1 Jul 2021 to 31 Dec 2021 \$'000 | Actual 2020/21 \$'000 |
|---|--|--|-----------------------------|
| Cash flows from operating activities | | | |
| Receipts: | | | |
| 224,866 | Rates and annual charges | 137,933 | 218,524 |
| 93,344 | User charges and fees | 34,731 | 82,123 |
| 1,231 | Investment revenue and interest | 546 | 2,123 |
| 57,168 | Grants and contributions | 19,033 | 58,012 |
| 6,386 | Bonds, deposits and retentions received | 1,575 | 7,356 |
| 43,620 | Other | 18,821 | 37,697 |
| Payments: | | | |
| (137,588) | Employee benefits and on-costs | (69,008) | (134,939) |
| (151,895) | Materials and services | (72,843) | (164,584) |
| (1,142) | Borrowing costs | (1,247) | (1,429) |
| (6,386) | Bonds, deposits and retentions refunded | (1,539) | (6,416) |
| (19,130) | Other | (12,359) | (23,879) |
| 110,474 | Net Cash provided (or used in) Operating Activities | 55,643 | 74,588 |
| Cash flows from investing activities | | | |
| Receipts: | | | |
| 332,000 | Sale of investment securities | 124,175 | 367,193 |
| 1,633 | Sale of infrastructure, property, plant & equipment | 765 | 2,539 |
| Payments: | | | |
| (300,000) | Purchase of investment securities | (145,939) | (355,613) |
| (136,671) | Purchase of infrastructure, property, plant and equipment | (32,073) | (77,720) |
| (103,039) | Net cash provided from (or used in) investing activities | (53,072) | (63,601) |
| Cash Flows from financing activities | | | |
| Receipts: | | | |
| - | Proceeds from borrowings | - | - |
| Payments: | | | |
| (5,021) | Repayment of borrowings | (2,489) | (5,130) |
| (1,267) | Principal component of lease payments | (606) | (1,241) |
| - | Dividends paid to minority interests | (38) | (154) |
| (6,288) | Net cash provided from (or used in) financing activities | (3,133) | (6,525) |
| 1,147 | Net increase/(decrease) in cash and cash equivalents | (562) | 4,462 |
| 2,812 | Cash and cash equivalents at beginning of reporting period | 10,661 | 6,199 |
| 3,959 | Cash and cash equivalents at end of reporting period | 10,099 | 10,661 |
| (30,853) | Net increase/(decrease) in cash, cash equivalents and investments | 21,202 | (7,118) |
| 115,691 | Cash, cash equivalents and investments at beginning of reporting period | 147,238 | 154,356 |
| 84,838 | Cash, cash equivalents and investments at end of reporting period | 168,440 | 147,238 |

Northern Beaches Council
Statement of Financial Position
as at 31 December 2021

| Original Budget 2021/22 \$'000 | Actual as at 31 Dec 2021 \$'000 | Actual as at 30 June 2021 \$'000 | Actual as at 31 Dec 2020 \$'000 |
|---|--|---|--|
| ASSETS | | | |
| Current Assets | | | |
| 7,338 Cash and cash equivalents | 10,087 | 10,661 | 12,088 |
| 76,713 Investments | 157,576 | 135,751 | 149,232 |
| 15,481 Receivables | 105,835 | 15,993 | 105,729 |
| 407 Inventories | 386 | 378 | 430 |
| 1,593 Prepayments | 4,279 | 2,028 | 3,470 |
| 101,532 Total Current Assets | 278,163 | 164,811 | 270,950 |
| Non-Current Assets | | | |
| 787 Investments | 777 | 826 | 826 |
| 1,163 Receivables | 1,087 | 1,087 | 1,136 |
| 5,229,843 Infrastructure, property, plant and equipment | 5,071,858 | 5,062,151 | 5,080,291 |
| 6,085 Investment properties | 5,835 | 5,835 | 5,835 |
| 8,493 Right of use assets | 9,814 | 10,475 | 10,613 |
| 5,246,371 Total Non-Current Assets | 5,089,371 | 5,080,374 | 5,098,702 |
| 5,347,903 Total Assets | 5,367,534 | 5,245,185 | 5,369,652 |
| LIABILITIES | | | |
| Current Liabilities | | | |
| 42,084 Payables | 36,521 | 44,606 | 33,831 |
| 2,511 Contract Liabilities | 21,580 | 26,546 | 15,047 |
| 1,196 Lease Liabilities | 662 | 1,269 | 666 |
| 4,862 Borrowings | 2,544 | 5,033 | 2,599 |
| 36,231 Employee benefit provisions | 38,958 | 37,044 | 35,401 |
| 575 Provisions | 1,533 | 762 | 1,060 |
| 87,459 Total Current Liabilities | 101,798 | 115,260 | 88,604 |
| Non-Current Liabilities | | | |
| 150 Payables | 150 | 200 | 200 |
| 7,944 Contract Liabilities | 9,815 | 9,815 | 6,580 |
| 7,659 Lease Liabilities | 9,474 | 9,474 | 10,121 |
| 12,442 Borrowings | 17,293 | 17,293 | 22,320 |
| 2,283 Employee benefit provisions | 2,432 | 2,432 | 3,806 |
| 40,082 Provisions | 44,792 | 44,150 | 37,913 |
| 70,560 Total Non-Current Liabilities | 83,956 | 83,364 | 80,940 |
| 158,019 Total Liabilities | 185,754 | 198,624 | 169,544 |
| 5,189,884 Net Assets | 5,181,780 | 5,046,561 | 5,200,108 |
| EQUITY | | | |
| 1,186 Non-controlling equity interests | 1,168 | 1,136 | 385 |
| 4,909,572 Accumulated surplus | 5,001,383 | 4,866,196 | 4,981,567 |
| IPPE revaluation reserve | 179,229 | 179,229 | 218,156 |
| 279,127 Council equity interest | 5,180,612 | 5,045,425 | 5,199,723 |
| 5,189,885 Council Equity Interest | 5,181,780 | 5,046,561 | 5,200,108 |
| 5,189,884 Total Equity | 5,181,780 | 5,046,561 | 5,200,108 |

Contracts Listing

For the period 1 October 2021 to 31 December 2021

Contracts entered into during the three months to 31 December 2021 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 |
|-----------------|--|---|------------------------|-------------------|----------------------|--------------|
| 2020/103 | Inter-Chillers Pty Ltd | Manly Art Gallery & Museum – HVAC Upgrade | \$122,000 | 12/11/2021 | 22/12/2022 | Y |
| 2021/105 | Mili Mili Pty Ltd | Coast Walk Public Art – McKillop Park, Freshwater | \$430,000 | 7/12/2021 | 15/06/2022 | Y |
| 2021/117 | Mark Eymes Manly Markets Pty Ltd operating as Manly Markets 2095 | Licence for the Operation of Manly Arts and Craft Markets | \$360,000 | 1/11/2021 | 31/10/2022 | Y |
| 2021/123 | Australian Bushland Restoration Pty Ltd | Manly Dam Walking Trails Park Circuit Track East | \$243,000 | 21/10/2021 | 21/07/2022 | Y |
| 2021/124 | Polytan Asia Pacific Pty Ltd | Synthetic Sportsfield Resurfacing for Cromer Park, Field 1 | \$1,242,886 | 30/09/2021 | 2/05/2022 | Y |
| 2021/181 | Northern Fencing Specialists Pty Ltd | Frenchs Forest Showground Fencing | \$67,586 | 11/10/2021 | 13/12/2021 | Y |
| 2021/200 | Terra Australis Regeneration | Manly Dam Northern Park Bush Regeneration 2021-2022 | \$176,000 | 11/10/2021 | 30/06/2022 | Y |
| 2021/208 | Pro-Asset Painting Maintenance | Weekly Pressure Cleaning of Fairlight and Fairy Bower Rock Pools | \$90,000 | 12/10/2021 | 24/05/2022 | Y |
| 2021/222 | A2K Technologies | Autodesk Renewal | \$58,352 | 3/12/2021 | 2/12/2022 | Y |
| 2021/226 | GHD | Environmental Monitoring and Reporting for the Former Landfill Site Addiscombe Rd, Manly Vale | \$79,411 | 17/11/2021 | 15/12/2022 | Y |
| 2021/227 | Western Earth Moving | Stormwater Construction Dove Lane to Fern Creek, Warriewood | \$114,148 | 1/12/2021 | 31/01/2022 | Y |
| 2021/235 | Data#3 Limited | Zerto Software Renewal | \$60,000 | 29/11/2021 | 29/12/2022 | Y |

Northern Beaches Council

Budget review of consultancy and legal expenses

For the period 1 July 2021 to 31 Dec 2021

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

| Expense | 1 July 2021 to 31 Dec 2021 \$ | Budgeted (Y/N) |
|----------------|-------------------------------------|-------------------|
| Consultancies | 196,288 | Y |
| Legal services | 930,896 | Y |