

ITEM 8 DECEMBER 2023 FINANCIALS

The financial result for December 2023 compared to budget is favourable for the Operating Result [pre-capital] \$10.7M. Funds Available from Operations was favourable compared to budget \$2.8M and the Total Funds Result, favourable \$4.8M compared to budget.

The Statement of Financial Position at the end of the period indicates that there is sufficient cash to support external restrictions.

Council has expended \$44.8M on its capital works program representing 45.6% of the annual budget. The budget for the same period was \$44.9M.

RECOMMENDATION

- 1 The financials be received and noted.
- 2 Council endorse the proposed changes to the Capital Budget for November and December 2023.

REPORT AUTHORISATIONS

Report of: Brian Jenkins, Chief Financial Officer

Authorised by: Renee Campbell, Director Corporate Services - Connected + Engaged City

ATTACHMENTS

- 1 Financial Statements - December 2023
- 2 Capital Project Report - November and December 2023

BACKGROUND

This report presents the Financial Performance of the organisation as at December 2023. The below table provides a summary of the organisation's overall financial results for the year.

Wollongong City Council 29 December 2023 Forecast Position	Original Budget \$M 1-Jul	Revised Budget \$M 29-Dec	YTD Forecast \$M 29-Dec	YTD Actual \$M 29-Dec	Variation \$M
Operating Revenue	319.0	303.0	149.0	156.1	7.1
Operating Costs	(330.4)	(350.3)	(178.0)	(174.4)	3.6
Operating Result [Pre Capital]	(11.4)	(47.4)	(29.0)	(18.3)	10.7
Capital Grants & Contributions	38.7	28.9	10.4	15.8	5.4
Operating Result	27.3	(18.5)	(18.6)	(2.5)	16.1
Funds Available from Operations	64.3	44.5	21.4	24.2	2.8
Capital Works	99.0	98.2	44.9	44.8	0.1
Contributed Assets	7.9	7.9	0.0	-	0.0
Transfer to Restricted Cash	11.0	14.0	6.9	6.9	-
Borrowings Repaid	2.6	2.6	1.3	1.3	-
Funded from:					
- Operational Funds	64.3	44.5	21.4	24.2	2.8
- Other Funding	56.1	58.2	19.5	21.4	1.9
Total Funds Surplus/(Deficit)	(0.2)	(19.9)	(12.2)	(7.4)	4.8

FINANCIAL PERFORMANCE

The December 2023 Operating Result [pre-capital] deficit of \$18.3M is a favourable variance of \$10.7M compared to the budget deficit of \$29M.

The Operating Result deficit of \$2.5M is a favourable variance of \$16.1M compared to budget. This is largely driven by:

- Operating Grants and Contributions at \$11.9M being favourable to budget by \$5.9M; and
- Capital Grants and Contributions at \$15.8M being favourable to budget by \$5.4M.

The Funds Available from Operations result is favourable by \$2.8M compared to phased budget. This result excludes non-cash variations and transfers to and from Restricted Assets but includes the variation in cash payments for Employee Entitlements. This result best represents the operational budget variations that impact our funding position and current financial capacity.

The Total Funds result as at 29 December 2023 is a favourable variance of \$4.8M compared to phased budget.

At the end of December, the Capital Works Program had an expenditure of \$44.8M compared to a budget of \$44.9M.

FINANCIAL POSITION

Cash, Investments & Available Funds

Council's cash and investments increased during December 2023 to holdings of \$184.1M compared to \$181.7M at the end of November 2023. A significant portion of these funds are subject to restriction meaning they can only be utilised for specific purposes. As a result, Council's true available cash position is more accurately depicted by considering available funds that are uncommitted and not subject to restriction.

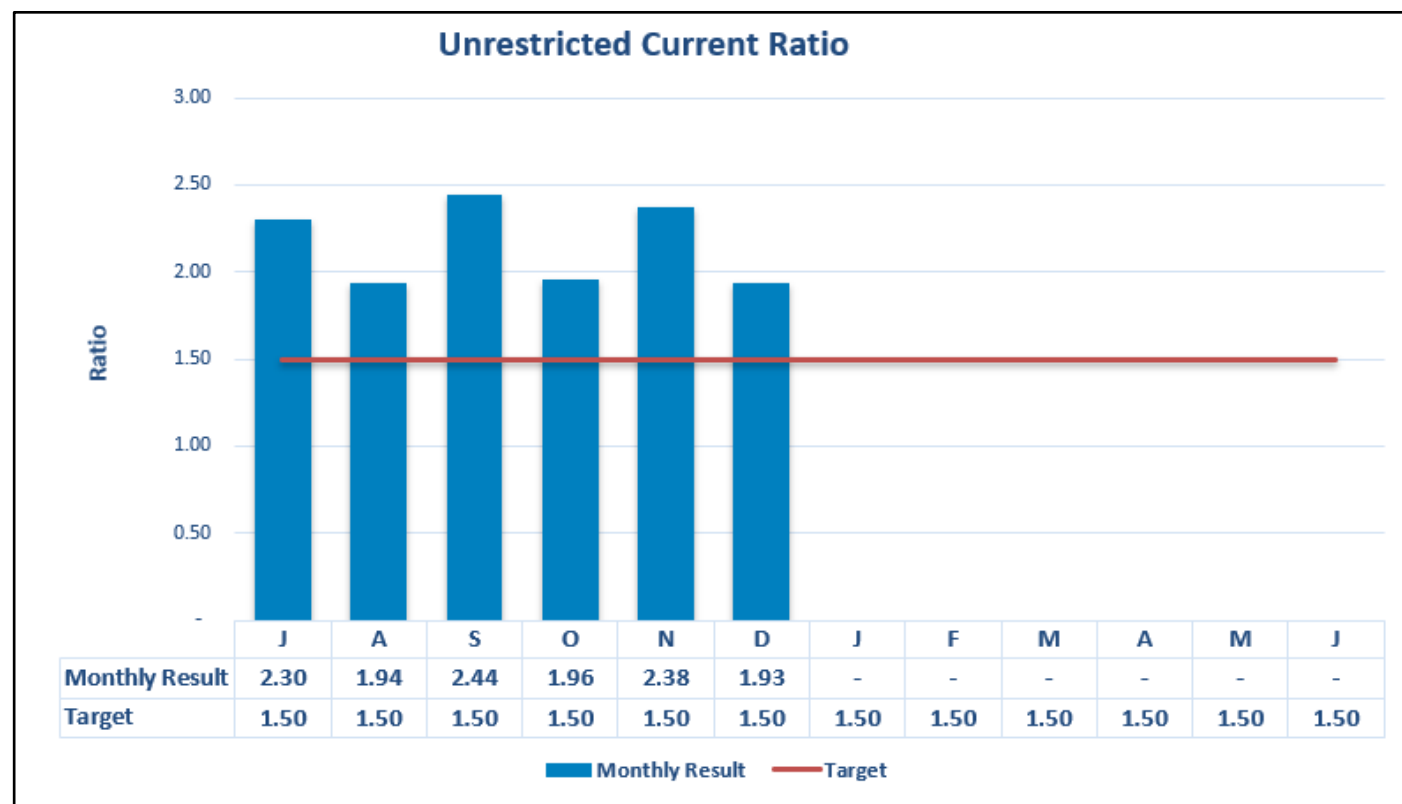
Wollongong City Council 29 December 2023 Cash, Investments and Available Funds				
	Actual 2022/23	Original Budget 2023/24	Current Budget 2023/24	Actuals YTD December 2023
	\$M	\$M	\$M	\$M
Total Cash and Investments	177.2	133.3	147.2	184.1
Less Restrictions:				
External	94.2	66.0	67.3	87.9
Internal	61.7	63.8	65.0	67.6
CivicRisk Investment	2.9			2.9
Total Restrictions	158.8	129.8	132.3	158.4
Available Cash	18.4	3.5	14.9	25.7
Adjusted for :				
Payables	(22.3)	(29.7)	(31.5)	(43.4)
Receivables	33.1	27.9	25.9	38.6
Other	6.3	13.2	6.3	8.8
<i>Current Contract Assets</i>	3.8	9.7	3.8	6.4
<i>Other</i>	6.4	7.1	6.4	7.4
<i>Contract Liabilities</i>	(3.9)	(3.6)	(3.9)	(5.1)
Inventories - movement				0.0
Net Payables & Receivables	17.1	11.4	0.7	4.1
Available Funds	35.5	14.9	15.6	29.8

External restrictions are funds that must be spent for a specific purpose and cannot be used by Council for general operations. Internal restrictions are funds that Council has determined will be used for a specific future purpose, although Council may vary that use by resolution of Council. Further details on the internal and external restrictions can be found in the Cash Flow Statement (Attachment 1).

The level of cash and investments in Council's available funds position is still above the Financial Strategy target range of 3.5% to 5.5% of operational revenue (pre-capital) due to the impact of the early

payment of the Financial Assistance Grant. The increase in cash and investments is in line with anticipated cash flows.

The Unrestricted Current Ratio measures the Council's liquidity position or ability to meet short term obligations as they fall due. The below graph reflects Council's performance against the Local Government benchmark of greater than 1.5 times.



Borrowings

Council continues to have financial strength in its low level of borrowing. Council's Financial Strategy includes provision for additional borrowing in the future and Council will consider borrowing opportunities from time to time to bring forward the completion of capital projects where immediate funding is not available.

Infrastructure, Property, Plant & Equipment

The Statement of Financial Position shows that \$3.68B of assets (written down value) are controlled and managed by Council for the community at 29 December 2023.

PLANNING AND POLICY IMPACT

This report contributes to the delivery of Our Wollongong Our Future 2032 Goal 4 "We are a connected and engaged community". It specifically delivers on the following:

Community Strategic Plan 2032		Delivery Program 2022-2026	
Strategy		Service	
4.8	Council's resources are managed effectively to ensure long term financial sustainability.	Financial Services	

CONCLUSION

The financial result impacted key financial indicators at the end of December through a favourable result for *Funds Available from Operations Budget versus Actual* and *Expenditure year to date verses Budget year to date*.

Wollongong City Council

1 July 2023 to 29 December 2023

Income Statement

	2023/24 Original Budget \$'000	2023/24 Current Budget \$'000	2023/24 YTD Budget \$'000	2023/24 Actual YTD \$'000	Variance \$'000
Income From Continuing Operations					
Revenue:					
Rates and Annual Charges	232,236	232,236	115,484	115,071	(413)
User Charges and Fees	39,001	39,390	19,102	18,007	(1,095)
Interest and Investment Revenues	5,693	5,693	2,845	4,971	2,126
Other Revenues	6,199	5,941	2,770	3,076	306
Rental Income	6,335	6,746	3,445	3,663	219
Grants & Contributions provided for Operating Purposes	29,533	12,954	5,967	11,918	5,951
Grants & Contributions provided for Capital Purposes	38,728	28,874	10,442	15,807	5,365
Other Income:					
	0	0	0	0	0
Profit/Loss on Disposal of Assets	0	0	(623)	(623)	(0)
Total Income from Continuing Operations	357,724	331,834	159,431	171,889	12,458

Expenses From Continuing Operations

Employee Costs	154,642	158,247	79,498	77,245	2,254
Borrowing Costs	548	548	272	344	(72)
Materials & Services	94,923	103,884	54,829	51,131	3,698
Other Expenses	24,537	24,597	12,225	12,647	(422)
Depreciation, Amortisation + Impairment	79,116	86,116	42,823	42,562	261
Labour Internal Charges	(21,106)	(20,756)	(10,521)	(8,704)	(1,817)
Non-Labour Internal Charges	(2,249)	(2,295)	(1,141)	(864)	(277)
Total Expenses From Continuing Operations	330,411	350,340	177,986	174,362	3,624

Operating Result

	27,314	(18,506)	(18,555)	(2,473)	16,082
Operating Result [pre capital]	(11,414)	(47,379)	(28,997)	(18,280)	10,717

Funding Statement

Net Operating Result for the Year	27,314	(18,506)	(18,555)	(2,473)	16,082
Add back :					
- Non-cash Operating Transactions	97,176	104,548	52,894	53,543	649
- Restricted cash used for operations	14,690	26,423	16,532	14,414	(2,118)
- Income transferred to Restricted Cash	(59,505)	(52,560)	(21,636)	(31,680)	(10,044)
Leases Repaid	(152)	(152)	(76)	(262)	(186)
Payment of Employee Entitlements	(15,251)	(15,251)	(7,766)	(9,317)	(1,552)
Funds Available from Operations	64,272	44,501	21,393	24,225	2,831
Loans Repaid	(2,564)	(2,564)	(1,275)	(1,275)	0
Advances (made by) / repaid to Council	0	0	0	0	0
Operational Funds Available for Capital Budget	61,708	41,937	20,118	22,950	2,832

Capital Budget Statement

Assets Acquired	(99,037)	(98,200)	(44,898)	(44,764)	133
Contributed Assets	(7,876)	(7,876)	(0)	0	0
Transfers to Restricted Cash	(11,046)	(13,973)	(6,948)	(6,948)	0
Funded From :-					
- Operational Funds	61,708	41,937	20,118	22,950	2,832
- Sale of Assets	1,728	1,728	619	260	(359)
- Internally Restricted Cash	13,473	14,296	3,233	3,340	107
- Borrowings	0	0	0	0	0
- Capital Grants	22,548	23,815	10,975	12,814	1,839
- Developer Contributions (Section 94)	9,021	9,471	3,848	3,652	(196)
- Other Externally Restricted Cash	0	0	0	183	183
- Other Capital Contributions	9,326	8,876	812	1,122	311
TOTAL FUNDS SURPLUS / (DEFICIT)	(156)	(19,927)	(12,241)	(7,391)	4,850

WOLLONGONG CITY COUNCIL

Statement of Financial Position

as at 29 December 2023

	YTD Actual 2023/24 \$'000	Actual 2022/23 \$'000
Current Assets		
Cash Assets	39,251	44,371
Investment Securities	112,797	99,424
Receivables	38,638	33,100
Inventories	6,503	6,486
Current Contract Assets	6,432	3,795
Other	7,445	6,351
Assets classified as held for sale	65	65
Total Current Assets	211,131	193,592
Non-Current Assets		
Non Current Cash Assets	29,200	30,450
Non Current Investment Securities	2,862	2,862
Non-Current Inventories	0	0
Property, Plant and Equipment	3,680,075	3,680,312
Investment Properties	5,050	5,050
Intangible Assets	0	0
Right-Of-Use Assets	1,335	718
Total Non-Current Assets	3,718,522	3,719,392
TOTAL ASSETS	3,929,654	3,912,984
Current Liabilities		
Current Payables	43,353	22,272
Current Contract Liabilities	9,972	10,315
Current Lease Liabilities	93	129
Current Provisions payable < 12 months	15,744	16,748
Current Provisions payable > 12 months	44,689	44,689
Current Interest Bearing Liabilities	1,297	2,572
Total Current Liabilities	115,148	96,725
Non-Current Liabilities		
Non Current Interest Bearing Liabilities	657	657
N/C Lease Liabilities	1,115	655
Non Current Provisions	28,681	28,371
Total Non-Current Liabilities	30,453	29,683
TOTAL LIABILITIES	145,601	126,408
NET ASSETS	3,784,053	3,786,576
Equity		
Accumulated Surplus	1,485,849	1,489,917
Asset Revaluation Reserve	2,147,552	2,149,063
Restricted Assets	150,652	147,596
TOTAL EQUITY	3,784,053	3,786,576

WOLLONGONG CITY COUNCIL		
Cash Flows and Investments		
as at 29 December 2023		
	YTD Actual 2023/24 \$ '000	Actual 2022/23 \$ '000
Cash Flows From Operating Activities		
Receipts		
Rates & Annual Charges	131,103	215,632
User Charges & Fees	26,681	31,914
Interest & Interest Received	4,599	1,549
Grants & Contributions	20,856	64,618
Bonds, deposits and retention amounts received	-	1,201
Other	6,896	21,387
Payments		
Employee Benefits & On-costs	(69,778)	(131,464)
Materials & Contracts	(56,059)	(86,914)
Borrowing Costs	(34)	(442)
Bonds, deposits and retention amounts refunded	-	(755)
Other	(12,807)	(28,808)
Net Cash provided (or used in) Operating Activities	51,458	87,918
Cash Flows From Investing Activities		
Receipts		
Sale of Investments	20,548	54,491
Sale of Investment Property	-	-
Sale of Real Estate Assets	-	-
Sale of Infrastructure, Property, Plant & Equipment	260	2,161
Payments:		
Purchase of Investments	(33,501)	(59,990)
Purchase of Investment Property	-	-
Purchase of Infrastructure, Property, Plant & Equipment	(42,332)	(96,906)
Net Cash provided (or used in) Investing Activities	(55,026)	(100,244)
Cash Flows From Financing Activities		
Payments:		
Repayment of Borrowings & Advances	(1,275)	(5,496)
Repayment of Finance Lease Liabilities	(278)	(380)
Net Cash Flow provided (used in) Financing Activities	(1,553)	(5,876)
Net Increase/(Decrease) in Cash & Cash Equivalents	(5,120)	(18,202)
plus: Cash & Cash Equivalents - beginning of year	44,371	52,320
plus: Investments on hand - end of year	144,859	127,915
Cash & Cash Equivalents and Investments - year to date	184,110	162,033

WOLLONGONG CITY COUNCIL		
Cash Flows and Investments		
as at 29 December 2023		
	YTD Actual 2023/24 \$ '000	Actual 2022/23 \$ '000
Total Cash & Cash Equivalents and Investments - year to date	184,110	162,033
Attributable to:		
External Restrictions (refer below)	87,935	94,280
Internal Restrictions (refer below)	67,619	61,684
Unrestricted	28,556	16,228
	184,110	162,033
External Restrictions		
Developer Contributions	48,846	45,109
RMS Contributions	357	2,158
Specific Purpose Unexpended Grants	13,516	20,299
Special Rates Levy Wollongong Mall	916	722
Special Rates Levy Wollongong City Centre	94	94
Local Infrastructure Renewal Scheme	-	-
Unexpended Loans	720	883
Domestic Waste Management	6,017	6,880
Private Subsidies	7,128	6,848
Housing Affordability	7,018	8,380
Stormwater Management Service Charge	3,323	2,907
Total External Restrictions	87,935	94,280
Internal Restrictions		
Property Investment Fund	9,769	9,531
Strategic Projects	29,753	27,181
Sports Priority Program	759	893
Car Parking Strategy	1,194	1,348
MacCabe Park Development	1,965	1,890
Darcy Wentworth Park	18	18
Garbage Disposal Facility	12,527	10,083
West Dapto Development Additional Rates	11,010	10,062
Natural Areas	173	173
Lake Illawarra Estuary Management Fund	451	505
Total Internal Restrictions	67,619	61,684

Notes to the Financial Statements:

While reviewing the information presented through this report, it should be noted that Council has elected to process additional transactions that vary from the accounting standards applied to year end reports to ensure the information at monthly intervals provides support to the decision-making and monitoring process. These transactions are summarised below:

- Timing of the recognition of Rates income – under AASB 1058, the Rates income is required to be recognised when it is raised. Through the monthly financial reports, the income has been spread across the financial year.
- Timing of the recognition of Financial Assistance Grant – under AASB 1058, the Financial Assistance Grant is required to be recognised on receipt. Through these financial reports, the income is spread across the financial year.

Commentary on November 2023 Capital Budget Report

On 26 June 2023, Council approved a capital budget for 2023-2024 of \$99.04M. During the period July-October, the budget was adjusted to include both increases and decreases in various internal and external funding sources, but the overall size of the budget was balanced by the removal of Council revenue from the budget. In November there were multiple adjustments - introduction of additional funding and removal of existing funding from the budget which balanced off to a net decrease in funding of \$480K which resulted in the overall budget being reduced to \$98.2M

The significant funding adjustment in November 2023 was:

- Rephasing of Stormwater Levy funding for Wollongong High School Detention Basin Drainage.
- Rephasing of Strategic Project Funding for Illawarra Escarpment MTB - Supporting Infrastructure – Phase 1 for works at Mt Kembla and Balgownie.

Council achieved expenditure at the end of November 2023 of \$35.78M which is 104% of the adjusted phased budget for November 2023 of \$34.42 M.

Listed below is a summary of the reasons for budget changes for November which resulted in changes to the 2023-2024 capital budget.

Program	Commentary on Significant Variations
Traffic Facilities	Rephase TFNSW Funding for Princes Highway and Railway Street traffic lights upgrade project which is being constructed next FY due to delays in approvals from TFNSW.
Roadworks	Introduce LRCI Part 4 Phase A funding for Princes Highway - Northcliffe Drive to West Dapto Road project.
Footpaths	Introduce Strategic Project Restricted Asset funding for existing project - North Wollongong Beach Seawall renewal stage 1.
Cycle/Share paths	Introduce additional Section 7:12 Developer Contributions for existing project - Gipps Road; Vickery Street to Foley Street, Southern side.
Commercial Centres Upgrades	Introduce additional funding for existing project - Safer Cities Her Way which is for community safety Upgrades at MacCabe Park Wollongong, Dapto and Port Kembla CBDs.
Carpark Construction/Formalising	Reallocate funds from Carpark Construction/Formalising Program to Carparks Reconstruction or Upgrading Program.
Carpark Reconstruction or Upgrading	Reallocate funds from Carpark Construction/Formalising Program to Carparks Reconstruction or Upgrading Program.
Stormwater Management	Rephase Stormwater Levy funding for Wollongong High School Detention Basin Drainage due to delays in obtaining planning approvals from Department of Education (Wollongong High School).
Administration Buildings	Introduce Strategic Project Reserve Funding for existing project for EV charging infrastructure at the administration building
Tourist Park - Upgrades and Renewal	Reallocate funds from Tourist Park - Upgrades and Renewal to Crematorium/Cemetery - Upgrades and Renewal.
Crematorium/Cemetery - Upgrades and Renewal	Reallocate funds from Tourist Park - Upgrades and Renewal to Crematorium/Cemetery - Upgrades and Renewal.
Recreation Facilities	Introduce Strategic Project Reserve funding for design investigations on the Hill 60 Tunnels Refurbishment project. Rephase Strategic Project Reserve funding Illawarra Escarpment MTB-Supporting Infrastructure-Phase 1 for works at Mt Kembla and Balgownie.

Program	Commentary on Significant Variations
Sporting Facilities	Introduce Sports Priority funding for existing project. Introduction of Strategic Project Restricted Asset funding for existing project Rex Jackson Sports Field Lighting.
Treated Water Pools	Reallocate funds from Contingency to Helensburgh Pool Upgrade for design works
Land Acquisitions	Introduce Housing Acceleration Fund funding and Section 7:12 Developer Contributions for Purchase of Land from Endeavour Energy on West Dapto Road, as per previous resolution of Council.
Capital Project Contingency	Reallocate funds to Treated Water Pools Program area.

CAPITAL PROJECT REPORT							
as at the period ended 24 November 2023							
ASSET CLASS PROGRAMME	\$'000		\$'000		YTD EXPENDITURE	\$'000	
	CURRENT BUDGET		WORKING BUDGET			VARIATION	
	EXPENDITURE	OTHER FUNDING	EXPENDITURE	OTHER FUNDING		EXPENDITURE	OTHER FUNDING
Roads And Related Assets							
Traffic Facilities	2,233	(1,206)	2,168	(1,141)	382	(65)	65
Public Transport Facilities	563	(273)	563	(273)	652	(0)	0
Roadworks	13,555	(4,427)	13,710	(4,582)	8,692	155	(155)
Bridges, Boardwalks and Jetties	1,867	(1,197)	1,867	(1,197)	1,396	(0)	0
TOTAL Roads And Related Assets	18,218	(7,103)	18,308	(7,193)	11,122	90	(90)
West Dapto							
West Dapto Infrastructure Expansion	8,160	(8,060)	8,174	(8,060)	1,436	14	(0)
TOTAL West Dapto	8,160	(8,060)	8,174	(8,060)	1,436	14	(0)
Footpaths And Cycleways							
Footpaths	4,356	(2,598)	4,489	(2,732)	3,091	133	(133)
Cycle/Shared Paths	6,365	(1,600)	6,420	(1,655)	2,546	55	(55)
Commercial Centre Upgrades - Footpaths and Cyclewa	2,107	(162)	2,137	(192)	1,492	30	(30)
TOTAL Footpaths And Cycleways	12,828	(4,360)	13,046	(4,579)	7,129	218	(218)
Carparks							
Carpark Construction/Formalising	250	0	60	0	29	(190)	0
Carpark Reconstruction or Upgrading	655	0	845	0	97	190	0
TOTAL Carparks	905	0	905	0	126	(0)	0
Stormwater And Floodplain Management							
Floodplain Management	3,578	(2,989)	3,578	(2,989)	2,322	0	0
Stormwater Management	5,929	(894)	5,429	(394)	2,061	(500)	500
Stormwater Treatment Devices	60	0	60	0	8	(0)	0
TOTAL Stormwater And Floodplain Mar	9,566	(3,883)	9,066	(3,383)	4,390	(500)	500
Buildings							
Cultural Centres (IPAC, Gallery, Townhall)	80	0	80	0	245	0	0
Administration Buildings	530	0	625	(100)	55	95	(100)
Community Buildings	8,055	(1,750)	8,060	(1,750)	3,136	5	(0)
Public Facilities (Shelters, Toilets etc.)	125	(30)	125	(30)	5	(0)	0
TOTAL Buildings	8,790	(1,780)	8,890	(1,880)	3,441	100	(100)
Commercial Operations							
Tourist Park - Upgrades and Renewal	565	0	315	0	73	(250)	0
Crematorium/Cemetery - Upgrades and Renewal	285	0	535	0	54	250	0
Leisure Centres & RVGC	50	0	50	0	44	0	0
TOTAL Commercial Operations	900	0	900	0	171	0	0
Parks Gardens And Sportfields							
Play Facilities	2,898	(1,313)	2,898	(1,313)	887	(0)	0
Recreation Facilities	2,070	(1,820)	1,295	(1,045)	438	(775)	775
Sporting Facilities	17,587	(8,773)	17,852	(9,038)	3,612	265	(265)
TOTAL Parks Gardens And Sportfields	22,555	(11,906)	22,044	(11,395)	4,936	(510)	510
Beaches And Pools							
Beach Facilities	(0)	0	(0)	0	82	0	0
Rock/Tidal Pools	0	0	(0)	0	130	(0)	0
Treated Water Pools	120	(50)	470	(50)	46	350	0
TOTAL Beaches And Pools	120	(50)	470	(50)	258	350	0
Waste Facilities							
Whytes Gully New Cells	9,105	(9,105)	9,105	(9,105)	340	(0)	(0)
TOTAL Waste Facilities	9,105	(9,105)	9,105	(9,105)	340	(0)	(0)

CAPITAL PROJECT REPORT							
as at the period ended 24 November 2023							
ASSET CLASS PROGRAMME	\$'000		\$'000		YTD EXPENDITURE	\$'000	
	CURRENT BUDGET		WORKING BUDGET			VARIATION	
	EXPENDITURE	OTHER FUNDING	EXPENDITURE	OTHER FUNDING		EXPENDITURE	OTHER FUNDING
Fleet							
Motor Vehicles	1,800	(949)	1,800	(949)	521	(0)	0
TOTAL Fleet	1,800	(949)	1,800	(949)	521	(0)	0
Plant And Equipment							
Mobile Plant (trucks, backhoes etc.)	3,295	(779)	3,295	(779)	956	(0)	0
TOTAL Plant And Equipment	3,295	(779)	3,295	(779)	956	(0)	0
Information Technology							
Information Technology	1,600	0	1,600	0	314	0	0
TOTAL Information Technology	1,600	0	1,600	0	314	0	0
Library Books							
Library Books	1,340	0	1,340	0	651	(0)	0
TOTAL Library Books	1,340	0	1,340	0	651	(0)	0
Public Art							
Art Gallery Acquisitions	100	0	100	0	24	0	0
TOTAL Public Art	100	0	100	0	24	0	0
Land Acquisitions							
Land Acquisitions	250	(250)	372	(372)	(6)	122	(122)
TOTAL Land Acquisitions	250	(250)	372	(372)	(6)	122	(122)
Non-Project Allocations							
Capital Project Contingency	(852)	0	(1,217)	0	0	(364)	0
TOTAL Non-Project Allocations	(852)	0	(1,217)	0	0	(364)	0
Not Applicable							
Not Applicable	0	0	0	0	17	0	0
TOTAL Not Applicable	0	0	0	0	17	0	0
GRAND TOTAL	98,680	(48,225)	98,200	(47,745)	35,827	(480)	480

Commentary on December 2023 Capital Budget Report

On 26 June 2023, Council approved a capital budget for 2023-2024 of \$99.04M. During the period July-November, the budget was adjusted to include both increases and decreases in various internal and external funding sources, but the overall size of the budget was maintained by the removal of Council revenue from the budget which resulted in a budget of \$98.20M. In December, there are additional adjustments which resulted in a net increase of \$107K to \$98.31M.

The significant funding adjustments in December 2023 are:

- Rephase West Dapto Funding for Bong Bong Road -Station Street traffic lights.
- Introduction of Local Roads & Community Infrastructure Program Round 4 funding for Accessible Viewing Area on Hill 60.
- Introduction of PKCIF funding for King George V drainage/irrigation project.

Council achieved expenditure at the end of December 2023 of \$44.74M which is 99.6% of the adjusted phased budget for December 2023 of \$44.90 M.

Listed below is a summary of the details of any budget changes in excess of \$25K, which resulted in changes to the 2023-2024 capital budget.

Program	Commentary on Significant Variations
Traffic Facilities	Rephase TFNSW Funding for Pioneer Road Traffic Signals at Towradgi Road and Rothery Road and Princess Highway/Mount Brown Road Traffic signals due to delays in approvals. Introduce additional Section 7:12 Developer Contributions for existing project - Gipps Road; Vickery Street to Foley Street.
Bridges, Boardwalks and Jetties	Remove additional TFNSW Natural Disaster funding for completed Otford Road causeway project
West Dapto	Rephase Section 7:11 Developer Contributions for Marshall Mount Road and Connecting Roads Upgrade. Rephase West Dapto Funding for Bong Bong Road -Station Street traffic lights. Reallocate funds from West Dapto Expansion Program to Capital Contingency.
Footpaths	Introduce additional Section 7:12 Developer Contributions for existing project - Stuart Park Accessibility Enhancement. Introduce additional Strategic Project Reserve funding for North Wollongong Beach, Seawall Renewal Stage 1.
Cylce/Shareways	Introduce additional Section 7:12 Developer Contributions for existing project - Gipps Road; Vickery Street to Foley Street, Southern side. Introduce additional TFNSW – Get NSW Active funding for Grand Pacific Walk – Austinmer. Introduce TFNSW Safer Cities – Her Way funding for Safety Upgrades to MacCabe Park, Dapto Square and Port Kembla.
Recreation Facilities	Transfer Strategic Project Reserve funding for design investigations on the Hill 60 Tunnels Refurbishment project from Capital to Operational budget. Introduce Local Roads & Community Infrastructure Program Round 4 funding for Accessible Viewing Area on Hill 60.
Sporting Facilities	Introduce PKCIF funding for King George V drainage/irrigation. Introduce Community Building Partnerships funding for Cawley Park Sportsground Irrigation. Rephase Section 7:12 Developer Contributions for Lakelands oval drainage.
Capital Project Contingency	Reallocate budget from West Dapto Program to Capital Project contingency.

CAPITAL PROJECT REPORT							
as at the period ended 29 December 2023							
ASSET CLASS PROGRAMME	\$'000		\$'000		YTD EXPENDITURE	\$'000	
	CURRENT BUDGET		WORKING BUDGET			VARIATION	
	EXPENDITURE	OTHER FUNDING	EXPENDITURE	OTHER FUNDING		EXPENDITURE	OTHER FUNDING
Roads And Related Assets							
Traffic Facilities	2,168	(1,141)	1,925	(898)	503	(243)	243
Public Transport Facilities	563	(273)	563	(273)	704	0	(0)
Roadworks	13,710	(4,582)	13,710	(4,582)	10,223	(0)	0
Bridges, Boardwalks and Jetties	1,867	(1,197)	1,839	(1,169)	1,733	(28)	28
TOTAL Roads And Related Assets	18,308	(7,193)	18,037	(6,922)	13,164	(271)	271
West Dapto							
West Dapto Infrastructure Expansion	8,174	(8,060)	7,268	(7,195)	1,923	(907)	865
TOTAL West Dapto	8,174	(8,060)	7,268	(7,195)	1,923	(907)	865
Footpaths And Cycleways							
Footpaths	4,489	(2,732)	4,563	(2,805)	3,416	74	(74)
Cycle/Shared Paths	6,420	(1,655)	6,689	(1,924)	3,140	269	(269)
Commercial Centre Upgrades - Footpaths and Cyclewa	2,137	(192)	2,237	(292)	1,736	100	(100)
TOTAL Footpaths And Cycleways	13,046	(4,579)	13,489	(5,021)	8,292	442	(442)
Carparks							
Carpark Construction/Formalising	60	0	60	0	30	(0)	0
Carpark Reconstruction or Upgrading	845	0	845	0	98	(0)	0
TOTAL Carparks	905	0	905	0	128	(0)	0
Stormwater And Floodplain Management							
Floodplain Management	3,578	(2,989)	3,583	(2,994)	2,990	5	(5)
Stormwater Management	5,429	(394)	5,429	(394)	2,753	(0)	0
Stormwater Treatment Devices	60	0	60	0	8	(0)	0
TOTAL Stormwater And Floodplain Mar	9,066	(3,383)	9,072	(3,388)	5,751	5	(5)
Buildings							
Cultural Centres (IPAC, Gallery, Townhall)	80	0	80	0	260	(0)	0
Administration Buildings	625	(100)	600	(100)	199	(25)	0
Community Buildings	8,060	(1,750)	8,085	(1,750)	4,050	25	0
Public Facilities (Shelters, Toilets etc.)	125	(30)	125	(30)	2	0	0
TOTAL Buildings	8,890	(1,880)	8,890	(1,880)	4,512	(0)	0
Commercial Operations							
Tourist Park - Upgrades and Renewal	315	0	315	0	77	(0)	0
Crematorium/Cemetery - Upgrades and Renewal	535	0	535	0	75	0	0
Leisure Centres & RVGC	50	0	50	0	44	0	0
TOTAL Commercial Operations	900	0	900	0	196	0	0
Parks Gardens And Sportfields							
Play Facilities	2,898	(1,313)	2,898	(1,313)	1,404	(0)	(0)
Recreation Facilities	1,295	(1,045)	1,770	(1,520)	615	475	(475)
Sporting Facilities	17,852	(9,038)	18,172	(9,358)	5,304	321	(321)
TOTAL Parks Gardens And Sportfields	22,044	(11,395)	22,840	(12,191)	7,323	796	(796)
Beaches And Pools							
Beach Facilities	(0)	0	(0)	0	82	0	0
Rock/Tidal Pools	(0)	0	0	0	92	0	0
Treated Water Pools	470	(50)	470	(50)	124	(0)	(0)
TOTAL Beaches And Pools	470	(50)	470	(50)	298	0	(0)
Waste Facilities							
Whytes Gully New Cells	9,105	(9,105)	9,105	(9,105)	558	(0)	0
TOTAL Waste Facilities	9,105	(9,105)	9,105	(9,105)	558	(0)	0

CAPITAL PROJECT REPORT							
as at the period ended 29 December 2023							
ASSET CLASS PROGRAMME	\$'000		\$'000		YTD EXPENDITURE	\$'000	
	CURRENT BUDGET		WORKING BUDGET			VARIATION	
	EXPENDITURE	OTHER FUNDING	EXPENDITURE	OTHER FUNDING		EXPENDITURE	OTHER FUNDING
Fleet							
Motor Vehicles	1,800	(949)	1,800	(949)	521	(0)	(0)
TOTAL Fleet	1,800	(949)	1,800	(949)	521	(0)	(0)
Plant And Equipment							
Mobile Plant (trucks, backhoes etc.)	3,295	(779)	3,295	(779)	968	0	0
TOTAL Plant And Equipment	3,295	(779)	3,295	(779)	968	0	0
Information Technology							
Information Technology	1,600	0	1,600	0	352	0	0
TOTAL Information Technology	1,600	0	1,600	0	352	0	0
Library Books							
Library Books	1,340	0	1,340	0	728	(0)	0
TOTAL Library Books	1,340	0	1,340	0	728	(0)	0
Public Art							
Art Gallery Acquisitions	100	0	100	0	36	0	0
TOTAL Public Art	100	0	100	0	36	0	0
Land Acquisitions							
Land Acquisitions	372	(372)	372	(372)	(6)	0	0
TOTAL Land Acquisitions	372	(372)	372	(372)	(6)	0	0
Non-Project Allocations							
Capital Project Contingency	(1,217)	0	(1,175)	0	0	42	0
TOTAL Non-Project Allocations	(1,217)	0	(1,175)	0	0	42	0
GRAND TOTAL	98,200	(47,745)	98,307	(47,852)	44,743	107	(107)