



BUSINESS PAPER

**Economic and Community
Sustainability Committee Meeting
Wednesday, 10 May 2023**

INVERELL SHIRE COUNCIL**NOTICE OF ECONOMIC AND COMMUNITY SUSTAINABILITY COMMITTEE MEETING**

5 May, 2023

An Economic and Community Sustainability Committee Meeting will be held in the Committee Room, Administrative Centre, 144 Otho Street, Inverell on Wednesday, 10 May, 2023, commencing at **10.30am**.

Your attendance at this Economic and Community Sustainability Committee Meeting would be appreciated.

Please Note: Under the provisions of the Code of Meeting Practice the proceedings of this meeting (including presentations, deputations and debate) will be recorded. The audio recording of the meeting will be uploaded on the Council's website at a later time. Your attendance at this meeting is taken as consent to the possibility that your voice may be recorded and broadcast to the public.

I would like to remind those present that an audio recording of the meeting will be uploaded on the Council's website at a later time and participants should be mindful not to make any defamatory or offensive statements.

P J HENRY PSM

GENERAL MANAGER

Agenda

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Ethical Decision Making and Conflicts of Interest

A guiding checklist for Councillors, officers and community committees

Ethical decision making

- Is the decision or conduct legal?
- Is it consistent with Government policy, Council's objectives and Code of Conduct?
- What will the outcome be for you, your colleagues, the Council, anyone else?
- Does it raise a conflict of interest?
- Do you stand to gain personally at public expense?
- Can the decision be justified in terms of public interest?
- Would it withstand public scrutiny?

Conflict of interest

A conflict of interest is a clash between private interest and public duty. There are two types of conflict:

- **Pecuniary** – regulated by the *Local Government Act 1993* and Office of Local Government
- **Non-pecuniary** – regulated by Codes of Conduct and policy. ICAC, Ombudsman, Office of Local Government (advice only). If declaring a Non-Pecuniary Conflict of Interest, Councillors can choose to either disclose and vote, disclose and not vote or leave the Chamber.

The test for conflict of interest

- Is it likely I could be influenced by personal interest in carrying out my public duty?
- Would a fair and reasonable person believe I could be so influenced?
- Conflict of interest is closely tied to the layperson's definition of 'corruption' – using public office for private gain.
- Important to consider public perceptions of whether you have a conflict of interest.

Identifying problems

- 1st** Do I have private interests affected by a matter I am officially involved in?
2nd Is my official role one of influence or perceived influence over the matter?
3rd Do my private interests conflict with my official role?

Local Government Act 1993 and Model Code of Conduct

For more detailed definitions refer to Sections 442, 448 and 459 or the *Local Government Act 1993* and Model Code of Conduct, Part 4 – conflicts of interest.

Disclosure of pecuniary interests / non-pecuniary interests

Under the provisions of Section 451(1) of the *Local Government Act 1993* (pecuniary interests) and Part 4 of the Model Code of Conduct prescribed by the Local Government (Discipline) Regulation (conflict of interests) it is necessary for you to disclose the nature of the interest when making a disclosure of a pecuniary interest or a non-pecuniary conflict of interest at a meeting.

A Declaration form should be completed and handed to the General Manager as soon as practicable once the interest is identified. Declarations are made at Item 3 of the Agenda: Declarations - Pecuniary, Non-Pecuniary and Political Donation Disclosures, and prior to each Item being discussed: The Declaration Forms can be downloaded at [Disclosure of pecuniary interests form](#) or [non-pecuniary interests form](#)

Quick Reference Guide

Below is a legend that is common between the:

- Inverell Shire Council Strategic Plan;
- Inverell Shire Council Delivery Plan; and
- Inverell Shire Council Operational Plan.

OUR DESTINATIONS



01 LEADERSHIP



We will be an accountable and responsible Council that will be involved with the community and responsibly manage public resources.

02 PROSPERITY



The Shire has a diverse, strong local economy that provides opportunities that contribute to the quality of life for the community.

03 LIVEABILITY



Our community is healthy, safe, educated and offers opportunities for people of all ages and abilities. We value our natural and built environment.

04 SERVICES & INFRASTRUCTURE



Our community is enhanced by the provision of civic services and infrastructure. These services are planned and financially sustainable.

1 APOLOGIES

2 CONFIRMATION OF MINUTES

RECOMMENDATION:

That the Minutes of the Economic and Community Sustainability Committee Meeting held on 12 April, 2023, as circulated to members, be confirmed as a true and correct record of that meeting.

**MINUTES OF INVERELL SHIRE COUNCIL
ECONOMIC AND COMMUNITY SUSTAINABILITY COMMITTEE MEETING
HELD AT THE COMMITTEE ROOM, ADMINISTRATIVE CENTRE, 144 OTHO STREET,
INVERELL
ON WEDNESDAY, 12 APRIL 2023 AT 12.00 PM**

PRESENT: Cr Paul King OAM (Chair), Cr Paul Harmon (Mayor), Cr Kate Dight, Cr Nicky Lavender and Cr Jo Williams.

IN ATTENDANCE: Cr Stewart Berryman, Cr Di Baker, Cr Jacko Ross and Cr Wendy Wilks.
Paul Henry (General Manager), Brett McInnes (Director Civil & Environmental Services) and Paul Pay (Director Corporate and Economic Services).

1 APOLOGIES

Nil

2 CONFIRMATION OF MINUTES

COMMITTEE RESOLUTION

Moved: Cr Nicky Lavender
Seconded: Cr Jo Williams

That the Minutes of the Economic and Community Sustainability Committee Meeting held on 8 March, 2023, as circulated to members, be confirmed as a true and correct record of that meeting.

CARRIED

3 DISCLOSURE OF CONFLICT OF INTERESTS/PECUNIARY AND NON-PECUNIARY INTERESTS

Nil

4 DESTINATION REPORTS

4.1 2025 AUSTRALIAN LOCAL GOVERNMENT WOMENS ASSOCIATION (ALGWA) NSW BRANCH CONFERENCE S4.3.1

COMMITTEE RESOLUTION

Moved: Cr Paul Harmon
Seconded: Cr Nicky Lavender

The Committee recommends to Council that an expression of interest to host the 2025 ALGWA NSW Branch conference not be submitted.

CARRIED

4.2 REQUEST FOR DONATION - NULLAMANNA RESERVE LAND MANAGER - COUNTRY HALLS TOUR S12.22.1/16**RECOMMENDATION:**

The Committee recommends to Council that Council provides sponsorship for the amount of \$200 to the Country Halls Tour.

CARRIED**4.3 REQUEST FOR SPONSORSHIP - DISTRICT 90 TOASTMASTERS S12.22.1/16****COMMITTEE RESOLUTION**

Moved: Cr Paul Harmon

Seconded: Cr Kate Dight

The Committee recommends to Council that Council decline the opportunity to take out a sponsorship package.

CARRIED**4.4 2023/2024 DRAFT ESTIMATES AND OPERATIONAL PLAN, AND LONG TERM FINANCIAL PLAN S12.5.3****COMMITTEE RESOLUTION**

Moved: Cr Paul Harmon

Seconded: Cr Kate Dight

RECOMMENDATION:

1. *The Committee recommends to Council that:*

The following works be funded from the Urban Works Vote and be included in the 2023/2024 Budget:

i) Inverell and Villages - Urban Renewal and Upgrade General Fund, Water Fund

		General Fund	Water Fund
A	Inverell and Villages - Urban Renewal and Upgrade <i>Project subject to a further report to Civil and Environmental Committee</i>	\$531.14K	\$ 0K
B	Urban Work Contribution to Pool Loan	\$78.75K	
C	Footpaths and Cycleway Construction \$ for \$ Contribution to PAMP Program (Subject to RMS approving the 2023/2024 Program)	\$48.69K	
D	Village Works – Community suggested projects		
	Ashford	\$ 7.70K	
	Delungra	\$ 7.70K	
	Gilgai	\$ 7.70K	
	Yetman	\$ 7.70K	
	Tingha	\$ 7.70K	
	Oakwood	\$ 1.17K	
	Bonshaw	\$ 1.17K	
	Graman	\$ 1.17K	
	Nullamanna	\$ 1.17K	
	Elsmore	\$ 1.17K	
	Stannifer	\$ 1.17K	
	Gum Flat	\$ 1.17K	
	TOTALS	\$ 705.06K	\$0K

2. *That:*

- i) *the budget allocation of \$2.563M for the 2023/2024 ACRD Program be endorsed and a further report be presented to the Civil and Environmental Services Committee in respect of the funding allocations and individual works proposed to be undertaken under this program;*
- ii) *the budget allocation of the \$160K RMS Supplementary Block Grant Program be the subject of a further report to the Civil and Environmental Services Committee Meeting;*
- iii) *the budget allocation of \$2.972M for the 2023/2024 Block Grant Program be endorsed and a further report be presented to the Civil and Environmental Services Committee in respect of the specific projects to be funded;*
- iv) *the budget allocation of \$1.402M for the 2023/2024 Roads to Recovery Program be endorsed and a further report be presented to the Civil and Environmental Services Committee in respect of the specific projects to be funded; and*
- v) *the budget allocation of \$544.99K for the RMS Repair Program be endorsed and a report on the projects for the RMS approved Repair Program for 2023/2024 be presented to the Civil and Environmental Services Committee once advice has been received.*

3. *That Council utilises the maximum permissible rate increase allowed by IPART of 3.7%.*

4. *That:*

- i) *Council provide an allocation of \$105K for joint industry promotions and assistance;*
- ii) *the 2023/2024 Strategic Capital Infrastructure Fund of \$650K be utilised for loan repayments for the Inverell Aquatic Centre Redevelopment;*
- iii) *The budget allocation of \$324K for the 2023/2024 Special Projects – Roads Infrastructure Fund be endorsed;*
- iv) *A further report be presented to the Civil and Environment Committee in respect of the specific projects to be funded under the Special Projects – Roads Infrastructure Fund;*
- v) *the transfers to and from Internally Restricted Assets be endorsed; and*
- vi) *the list of inclusions as included in the 2023/2024 draft Operational Plan/Budget and listed in section 5.2.2 & 5.2.3 of the report be endorsed.*

5. *That:*

- i) *The following rating categories be utilised for the 2023/2024 rating year:*
Residential – Inverell
Residential – General
Residential – Ashford
Residential – Delungra
Residential – Gilgai
Residential – Yetman
Residential - Tingha
Residential – Rural
Business – Inverell Industrial/Commercial
Business – Other
Farmland
Mining
- ii) *A General Base Amount of \$235 plus an Ad Valorem Rate be determined for the categories detailed in above.*

6. *The Interest Rate applicable to Outstanding Rates and Charges for 2023/2024 be the maximum allowable as advised by the Office of Local Government.*7. *That the following Waste Management Charges be adopted:*

- i) *Waste Management Charge – All Properties* *\$96.00*
- ii) *Domestic Waste Management - Occupied Charge: per service* *\$398.00*
per assessment
- iii) *Domestic Waste Management - Occupied Charge* *\$398.00*
Tingha Boundary Adjustment – properties with 140lt garbage

bin per service per assessment

- iv) *Domestic Waste Management – Unoccupied Charge* *\$72.00*
- v) *Weekly Commercial Waste Management Charge* *\$398.00*
(This Charge is levied per Service, and GST is charged if applicable)
- vi) *Weekly Commercial Recycling Charge (ex GST)* *\$150.00*
- vii) *Fortnightly Commercial Recycling Charge (ex GST)* *\$80.00*
(These Charge are levied per Service, and GST is charged if applicable)

8. *That the Fees and Charges, as recommended, be adopted.*

9. *That:*

- i) *the Stormwater Management Service Charge be set at the maximum amount allowable of \$25.00 per Residential Premises, \$12.50 per Residential Strata lot, and \$25.00 for Business Premises for each 350 square metres or additional part thereof, subject to a maximum charge on Business Premises of \$200.00; and*
- ii) *the Stormwater Management Program as recommended being Gilgai Drainage Project as per the adopted Gilgai Drainage Upgrade Plan, be adopted.*

10. *That:*

- i) *the report on the balanced budget be noted;*
- ii) *the draft estimates (incorporating the Operational Plan and Long-Term Financial Plans) for the General Activities for 2023/2024 be adopted and placed on public exhibition for a period of 28 days as required by Section 405 of the Local Government Act 1993.*

11. *That:*

- i) *the Sewerage Charges as listed below be adopted for 2023/2024:*

Charge	\$
Sewerage Charge Occupied	612.00
Sewerage Charge Unoccupied	385.00
Sewerage Charge Flats/Units	385.00
Sewerage Charge Nursing Homes	2,870.00
Sewerage Charge Inverell Showground	3,882.00
Sewerage Charge Hotel/Licensed Clubs	1,830.00

<i>Number of Services per Assessment</i>	<i>Annual Charge Per Assessment \$</i>
1	612.00
2	997.00
3	1,382.00
4	1,767.00
5	2,152.00
6	2,537.00
7	2,922.00
8	3,307.00
9	3,692.00
10	4,077.00
11	4,462.00
12	4,847.00
13	5,232.00
14	5,617.00
15	6,002.00
16	6,387.00

Charge Structure for Non-Rateable Properties

In accordance with the charge structure for Non rateable Properties the following charges are proposed for 2023/2024

<i>Charge</i>	<i>\$</i>
Non-ratable - Schools - wc's	116.00
Non-ratable - Other - wc's	146.00
Non-rayable - Urinals	116.00

Charge Structure for Motels and Caravan Parks

In accordance with the charge structure for Motels and Caravan Parks the following charges are proposed for 2023/2024:

<i>Charge</i>	<i>\$</i>
Motel Residence	1,830.00
Motel Restaurant	612.00
Motel Ensuite	193.00
Caravan Park Residence	612.00
Caravan Park Amenities Block	1,830.00
Caravan Park Ensuite Cabins	193.00

Charge Structure for Showgrounds

In accordance with the charge structure for Inverell Showgrounds the following charges are proposed for 2023/2024:

Charge	\$
Inverell Showgrounds	3,882.00

- ii) *The Draft Estimates (incorporating Operational Plan) for the Sewerage Fund for 2023/2024 be adopted and placed on public exhibition for a period of 28 days as required by Section 405 of the Local Government Act 1993.*

12. *That:*

- i) *a water availability base charge of \$430.00 per assessment (includes first water meter) be adopted for 2023/2024;*
- ii) *a water charge of \$430.00 per additional water meter, per assessment be adopted for 2023/2024;*
- iii) *a water charge of \$430.00 per assessment (includes first water meter) be adopted for properties within the Tingha Boundary Adjustment area for 2023/2024;*
- iv) *a water charge of \$430.00 per additional water meter, per assessment be adopted for properties within the Tingha Boundary Adjustment area for 2023/2024;*
- v) *a charge of \$2.02 per kilolitre be adopted for commercial water consumption for 2023/2024;*
- vi) *a charge of \$2.02 per kilolitre, 0 to 600 kilolitres and \$2.33 per kilolitre over 600 kilolitres be adopted for residential water consumption for 2023/2024;*
- vii) *a charge of \$1.08 per kilolitre be adopted for water consumption - Abattoirs, plus a 20 per cent early settlement discount for 2023/2024;*
- viii) *a charge of \$1.08 per kilolitre be adopted for Community Facilities water consumption; eligible entities include: Inverell Minor League, Inverell Golf Club, Inverell Tennis Club, Inverell Rugby Club, Gilgai Tennis Club, Inverell Equestrian Council and Inverell Shire Council (Sporting fields and Parks) for 2023/2024;*
- ix) *a charge of \$0.53 per kilolitre be adopted for Raw Water consumption for 2023/2024; and*
- x) *the draft Estimates (incorporating Operational Plan) for the Water Fund for 2023/2024 be adopted and placed on public exhibition for a period of 28 days as required by Section 405 of the Local Government Act, 1993.*

CARRIED

At this juncture, the time being 1pm, the Committee adjourned a reconvened at 1.28pm.

4.5 REFERRAL OF CONFIDENTIAL REPORTS S4.11.17/15

COMMITTEE RESOLUTION

Moved: Cr Paul Harmon
Seconded: Cr Nicky Lavender

That the Committee refer the items to Closed (Public excluded) meeting of the Committee and that the press and members of the public be asked to leave the chambers whilst the Committee considers the following items:

Item: Sale of Land - Swanbrook Road

Authority: Section 10A (2) (c) information that would, if disclosed, confer a commercial advantage on a person with whom the Council is conducting (or proposes to conduct) business.

Item: Commercial Lease Temporary Service Station - 13 Glen Innes Road, Inverell

Authority: Section 10A (2) (d(i)) commercial information of a confidential nature that would, if disclosed prejudice the commercial position of the person who supplied it.

CARRIED**5 GOVERNANCE REPORTS****5.1 GOVERNANCE - MONTHLY INVESTMENT REPORT S12.12.2****COMMITTEE RESOLUTION**

Moved: Cr Kate Dight

Seconded: Cr Nicky Lavender

The Committee recommends to Council that:

- i) the report indicating Council's Fund Management position be received and noted; and*
- ii) the Certification of the Responsible Accounting Officer be noted.*

CARRIED**6 CONFIDENTIAL MATTERS (COMMITTEE-OF-THE-WHOLE)**

At 1.51pm, the Chairperson noted that no members of the public or press were in attendance at the meeting therefore the Committee proceeded to consider the motion to close the meeting to the press and public.

COMMITTEE RESOLUTION

Moved: Cr Paul Harmon

Seconded: Cr Kate Dight

That the Committee proceeds into Closed Committee to discuss the matters referred to it, for the reasons stated in the motions of referral.

CARRIED**COMMITTEE RESOLUTION**

Moved: Cr Paul Harmon

Seconded: Cr Kate Dight

That the Committee proceeds out of Closed Committee into open Committee.

CARRIED

Upon resuming Open Committee at 1.55pm, the Chairperson verbally reported that the Committee had met in Closed Committee, with the Press and Public excluded, and had resolved to recommend to Council the following:

6.1 SALE OF LAND - SWANBROOK ROAD S5.2.2/08

RECOMMENDATION:

That:

- i) the offer to purchase Part Lot 1 DP 1231214 for the sum of \$110K plus GST if applicable, from G & T Fraser be accepted; and*
- ii) The General Manager be duly authorised to take all actions necessary to complete the sale.*

6.2 COMMERCIAL LEASE TEMPORARY SERVICE STATION - 13 GLEN INNES ROAD, INVERELL S5.2.59

RECOMMENDATION:

That:

- i) Council enter into a commercial lease agreement with McKinlay Enterprises P/L, Mitala P/L and LJM Enterprises (NSW) P/L for the continued operation of a temporary Service Station at 13 Glen Innes Road, Inverell;*
- ii) The lease commence on the 1 July 2023 and be for a period of 12 months with a lessee option of a further 6 months extension;*
- iii) The lessee be provided with the option to terminate the lease early subject to providing thirty (30) days notice;*
- iv) The lease fee be consistent with the commercial valuation obtained by Council;*
- v) Council advise the lessee that it offers no warranty in relation to any development applications either directly or in-directly associated with the lease;*
- vi) The General Manager be authorised to negotiate any additional terms of the commercial lease agreement; and*
- vii) The General Manager be authorised to execute the lease agreement.*

ADOPTION OF RECOMMENDATIONS

COMMITTEE RESOLUTION

Moved: Cr Paul Harmon

Seconded: Cr Kate Dight

That the recommendations of Closed Council be adopted.

CARRIED

The Meeting closed at 1.56pm.

3 DISCLOSURE OF CONFLICT OF INTERESTS/PECUNIARY AND NON-PECUNIARY INTERESTS

4 DESTINATION REPORTS

4.1 2023/2024 EMERGENCY SERVICES LEVY

File Number: S12.13.1 / 23/13791

Author: Paul Pay, Director Corporate and Economic Services

SUMMARY:

Council has received a notice of assessment from Revenue NSW with regards to Council's contribution towards the Emergency Services Levy.

RECOMMENDATION:

That the Committee recommends to Council that the report be received and noted.

COMMENTARY:

Council has received a notice of assessment from Revenue NSW detailing the contributions Council are required to make for the Emergency Services Levy (ESL) during the 2023/2024 financial year.

Council's 2023/2024 contribution is as follows:

NSW Rural Fire Service	\$392,738.00
NSW State Emergency Service	\$82,005.56
Fire and Rescue NSW	\$99,528.00
TOTAL	\$574,271.56
2023/2024 Budget	\$568,000.00
Budget Shortfall	\$6,271.56

Contributions are paid to Revenue NSW via four quarterly instalments.

Attachment one provides a historical comparison of Council's ESL contributions over the last eight years.

Council's ESL contribution has increased by \$270,408 or 88.99% since 2015/2016. The majority of these increases relate to NSW RFS contributions. These increases have placed significant pressures on Council's budgets.

The 2023/2024 ESL assessment notice shows that when compared to 2022/2023, contributions to NSW Fire has decreased by \$1,249, contributions to RFS increased by \$266 and contributions to SES increased by \$34,389 (72.2%).

While the NSW Government have already committed to funding the 2022/2023 ESL increases it should be noted that the NSW Government have not committed to funding these increases in the future. Local Government NSW (LGNSW) are advocating on behalf of NSW Councils and calling on the government to:

- restore the subsidy for 2023
- unshackle this payment from council rates
- develop a fairer, more transparent and financially sustainable method of funding the critically important emergency services that benefit us all.

In a recent media release Cr Turley, President of LGNSW, stated:

“LGNSW said that for some councils the unexpected cost hit would all but wipe out any IPART-approved rate rise, shredding budgets already under massive pressure from the combined impact of the pandemic, extreme weather events, high inflation and wage increases.

The ESL is a cost imposed on councils and the insurance industry to fund the emergency services budget in NSW. The majority is paid as part of insurance premiums, with a further 11.7 per cent picked up by councils and 14.6% by the State Government itself.

The ESL is an absolutely blatant cost shift by the State Government, to make things worse, the ESL has seen stratospheric increases year-on-year to make up for the Government's unfunded workers' compensation liability for emergency services workers struck down by a range of cancers.

Now it appears councils are being asked to fund massive rises in emergency services budgets, including a 73% increase in the budget allocation to the State Emergency Services (SES).

The levy increase for the State's 128 councils in 2023/24 alone sits just under \$77 million.

To put that in perspective, Hay Shire Council will immediately lose 88.6 per cent of its approved rate rise to the ESL, while Bourke Shire Council will lose 94%, Yass Valley Council will lose 96%, and Tenterfield will lose 119%.

Hornsby council will lose about 75% of its approved rate rise.

This is an alarming development coming late in the council budgeting cycle and well after the IPART's rates determination for 2023-24.

The effect will leave some councils with insufficient funds to cover cost increases in other areas. These costs will need to be met by cuts to staff and services.”

The local government sector's fight was not with emergency services workers, but with a duplicitous and financially unsustainable funding system.

This shock increase comes at a time when council budgets are still struggling with flood and bushfire disaster recovery.

When you factor in the inflation and soaring costs we are all facing across the full gamut of our operations, the immediate future looks particularly bleak.”

CHIEF FINANCIAL OFFICERS COMMENT:

Council's Quarterly Budget Review Process will be used to update the 2023/2024 budget to include the additional ESL contributions.

Given the Office of Local Government ESL rebate was not guaranteed in any given year Council increased the ESL budget in 2021/2022 by \$137K to fund the increase cost of emergency services.

LEGAL IMPLICATIONS:

Nil

ATTACHMENTS:

1. **Emergency Services Levy 2015-2024** [↓](#)

CONTRIBUTIONS TO EMERGENCY SERVICES											
		ACTUAL CONTRIBUTIONS									Budget
Project	Description	2015/2016	2016/2017	2017/2018	2018/2019	2019/2020	2020/2021	2021/2022	2022/2023	2023/2024	2023/2024
PJ 132510-1000-63056	Contribution to NSW Fire	76,486	77,990	81,025	76,481	85,275	95,222	88,251	100,777	99,528	106,000
PJ 132530-1000-63056	Contribution to RFS	198,639	224,865	230,890	224,253	282,043	402,607	293,954	392,472	392,738	412,000
PJ 132810-1000-63056	Contribution to SES	28,739	31,298	27,952	22,764	26,159	32,564	24,748	47,617	82,006	50,000
Grand Total		303,864	334,153	339,867	323,498	393,477	530,393	406,953	540,866	574,272	568,000
OLG Grant						54,800	136,917	160,866	-		

NSW IPART Rate Peg									
Description	2015/2016	2016/2017	2017/2018	2018/2019	2019/2020	2020/2021	2021/2022	2022/2023	
Rate Peg	2.40	1.80	1.50	2.30	2.70	2.60	2.00	0.70	
Special Rates Variation			4.75	4.95	4.55			1.30	
TOTAL Rate Peg	2.40	1.80	6.25	7.25	7.25	2.60	2.00	2.00	

NSW Rural Fire Fighting Fund Target (Millions)									
Description	2015/2016	2016/2017	2017/2018	2018/2019	2019/2020	2020/2021	2021/2022	2022/2023	
NSW Rural Fire Fighting Fund Target (Millions)	314.6	314.553	322.982	313.698	394.537	563.189	411.2	549.012	
Increase		-0.047	8.429	-9.284	80.839	168.652	-151.989	137.812	

NSW Rural Fire Fighting Fund Allocation (Budgets)									
Description	2015/2016	2016/2017	2017/2018	2018/2019	2019/2020	2020/2021	2021/2022	2022/2023	
Infrastructure Projects				-	260,000	150,000	100,000	-	
Hazard Reductions		15,000							
Appliances	315,120	217,175	197,400	-	212,800	360,000	368,452	145,592	
Equipment	46,102	55,000	50,000	46,000	47,000	60,521	60,521	47,000	
Maintenance and Repairs	147,000	157,108	147,682	121,650	121,650	121,650	121,650	135,083	
Other Enhancements		1,500.00							
TOTAL	508,222	445,783	395,082	167,650	641,450	692,171	650,623	327,675	

NB: 2015/2016 - Last year at 11.7%
NB 2016/2017 - First year under the percentage based allocations
Councils percentage based allocation - 0.611%

Some interesting facts:

- ESL increases from 2015/16 to 2022/23 (before OLG Grant)
 - NSW Fire Service up 31.76%
 - RFS up 97.58%
 - SES up 65.69%
- NSW Rural Fire Fighting Fund Target has increased from \$314.6M (2015/16) to \$549.012M (2022/23) or 74.51%, while our rates have increased by 42.8% (which includes a SRV of 14.75%) which did not allocate any additional funding to ESL payments)
- RFS Maintenance budgets allocation to Council has decreased over the same time period, \$147K (2015/16) to \$135K (2022/23) a decrease of 8%. Thus while Council is paying 97.58% more in RFS ESL payments our Maintenance budgets have decreased.
Council has been required to fund over expenditure in RFS Maintenance budgets for the last few years.
- Council has not yet received the OLG grant payment for 2022/2023.

4.2 REFERRAL OF CONFIDENTIAL REPORT**File Number:** S4.11.17/15 / 23/14217**Author:** Kristy Paton, Corporate Support Officer - Publishing**SUMMARY:**

Referral of Confidential Report

RECOMMENDATION:

That the Committee refer the items to Closed (Public excluded) meeting of the Committee and that the press and members of the public be asked to leave the chambers whilst the Committee considers the following items:

Item: Oliver Street Land

Authority: Section 10A (2) (c) information that would, if disclosed, confer a commercial advantage on a person with whom the Council is conducting (or proposes to conduct) business.

COMMENTARY:

In accordance with the provisions of Section 9 (2A) Local Government Act 1993, the General Manager is of the opinion that consideration of the following item(s) is likely to take place when the meeting is closed to the public.

Item: Oliver Street Land

Description: This report provides an update on the meeting held with a proponent on 26 April, 2023.

Reason: Information that would, if disclosed, confer a commercial advantage on a person with whom the Council is conducting (or proposes to conduct) business (s. 10A (2) (c) Local Government Act 1993).

RISK ASSESSMENT:

Nil

POLICY IMPLICATIONS:

Nil

CHIEF FINANCIAL OFFICERS COMMENT:

Nil

LEGAL IMPLICATIONS:

Nil

ATTACHMENTS:

Nil

5 INFORMATION REPORTS

5.1 INVERELL AQUATIC CENTRE LOAN FUNDING

File Number: S12.14.12 / 23/14207

Author: Paul Pay, Director Corporate and Economic Services

SUMMARY:

Council has now completed the new Loan Borrowings for the implementation of the Inverell Aquatic Centre Redevelopment. The following information is provided on this matter.

COMMENTARY:

The 2022/2023 Operational Plan and Budget provided for Council securing new loan borrowings of \$10M over a 20 year period in accordance with the adopted funding strategy for the redevelopment of the Inverell Aquatic Centre. These borrowings were completed on 27 April, 2023.

Council secured the new borrowings from TCorp at a rate of 5.02% with quarterly repayments to commence on 27 July, 2023 of \$198,798.44. The final repayment will be made on 27 April, 2043. Total loan repayments will total \$15,903,875.21.

Council's Long-Term Financial Plan (LTFP) included loan repayments at 5.50% or quarterly repayments of \$206,883.50. Therefore, a loan at 5.02% represents a saving of \$32K per year and \$647K over the life of the loan.

Council had reduced the budget allocation of Special Projects to fund the loan repayments. The above-mentioned loan savings will be used to restore the Special Projects budget.

RISK ASSESSMENT:

Nil

POLICY IMPLICATIONS:

Nil

CHIEF FINANCIAL OFFICERS COMMENT:

In accordance with the loan document Council is required to undertake the following Financial Covenants:

1. Debt Service Cover Ratio must be at least 1.50:1;
2. Interest Cover Ratio must be at least 3.00:1; and
3. Unrestricted Cash Expense Ratio must be at least 2 months.

Ratio	Calculation	What is being measured
Interest Cover Ratio	Operating Result before capital (excluding Interest & Depreciation) divided by Interest Repayments	Indicates whether Council can pay interest on its outstanding debt
Debt Service Cover Ratio	Operating Result before capital (excluding Interest & Depreciation) divided by Principal & Interest Repayments	Measure of the cash flow available to pay current debt obligations

**Unrestricted Cash
Expense Ratio**Cash and Cash equivalents divided
by Total expense (less depreciation
& interest costs) multiplied by 12Indicates the number of
months Council can pay for
its operations without
additional cash flow

Council's 2023-2033 Long-Term Financial Plan (LTFP) demonstrates that Council can achieve these financial covenant requirements.

RATIO	BENCHMARK	PROPOSED BUDGET									
		2023/24	2024/25	2025/26	2026/27	2027/28	2028/29	2029/30	2030/31	2031/32	2032/33
Interest Cover Ratio	Greater than 3	25.04	26.47	27.83	29.34	31.23	33.37	35.79	38.63	41.92	45.86
Debt Service Cover Ratio	Greater than 1.50	11.01	11.50	13.45	17.35	17.74	18.15	18.55	18.98	19.40	19.84
Unrestricted Cash Expense Ratio	Greater than or equal to 2 months	22.26	20.22	19.09	19.44	19.09	18.87	17.90	18.46	18.10	17.39

LEGAL IMPLICATIONS:

Nil

ATTACHMENTS:

Nil

6 GOVERNANCE REPORTS**6.1 QUARTERLY BUDGET AND OPERATIONAL PLAN 2022/2023****File Number:** S4.11.17/15 / 23/12506**Author:** Robert Kimmince, Manager Financial Services**SUMMARY:**

Each quarter Council is required to report on its Operational Plan and Council's Responsible Accounting Officer is required to report as to whether they believe the Budget Review Statement indicates that the financial position of the Council is satisfactory, having regard to the original estimate of income and expenditure, and if unsatisfactory, make recommendations for remedial action. The Committee is being asked to consider the report.

RECOMMENDATION:

The Committee recommends to Council that:

- i) Council's Quarterly Operational Plan and Budget Review for 31st March, 2023 be adopted; and*
- ii) The proposed variations to budget votes for the 2022/2023 Financial Year be adopted providing an estimated Cash Surplus at 31st March, 2023 from operations of \$3,603.*

COMMENTARY:**2022/2023 BUDGET VARIATIONS:**

It is advised that Council's financial position remains sound.

The following table represents variations required to be made to budget votes as a result of changes since the last meeting to ensure the 2022/2023 budget remains in balance (see attachment). Those items identified as requiring funding since the adoption of the 2022/2023 budget have now been funded in full.

The Budget Variations for 2022/2023 are as follows:

COMBINED FUND - BUDGET VARIATION SUMMARY REPORT
ESTIMATED CASH POSITION 31 MARCH 2023
FOR 2022/2023 ACTIVITIES

	General	Water	Sewer	Total	
Adopted Budget 2022/2023	9,596,409	1,641,845	1,502,719	12,740,973	Deficit
Add Back Depreciation	(10,027,200)	(1,626,000)	(1,076,500)	(12,729,700)	(Non-cash)
Add Back Carry Amount Assets Sold	(663,000)	-	-	(663,000)	(Non-Cash)
Internally Restricted Cash Utilised	1,092,624	(17,000)	(427,500)	648,124	
Transferred to Internally Restricted Cash	-	-	-	-	
ESTIMATED CASH RESULT FOR 2022/2023 ACTIVITIES	(1,167)	(1,155)	(1,281)	(3,603)	SURPLUS
2022/2023 Budget Variations Required to Maintain a Balanced Budget					
REVOTES	7,927,934	3,600,653	3,851,818	15,380,405	
UNEXPENDED GRANTS & CONTRACT LIABILITIES	5,514,570	-	-	5,514,570	
Budget Review Adjustments 30-9-2022	3,610,000	-	-	3,610,000	
Budget Review Adjustments 31-12-2022	675,000	-	-	675,000	
Budget Review Adjustments 31-3-2023	35,000	-	-	35,000	
SUB TOTAL	17,762,504	3,600,653	3,851,818	25,214,975	
Internally Restricted Cash Utilised	(4,320,000)			(4,320,000)	
FUNDED FROM EQUITY	(13,442,504)	(3,600,653)	(3,851,818)	(20,894,975)	
NET BUDGET VARIATIONS	-	-	-	-	
REVISED CASH RESULT FOR 2022/2023 ACTIVITIES	(1,167)	(1,155)	(1,281)	(3,603)	SURPLUS

DEFINITIONS:**REVOTES**

Revotes are works budgeted and funded in the previous Financial Year, carried forward for completion in the current Financial Year. Revotes only occur if cash funding remains available from that previous Financial Years Budget to fund the works. The cash is held as equity.

FUNDED FROM EQUITY

Represents Cash funding received in previous Financial Years from Revenues, Grants and Other Sources and held as Cash due to its non-expenditure, carried forward to fund the required works in the current Financial Year.

INTERNALLY RESTRICTED CASH

Is cash held in investments to fund future financial obligations, for example Employee Leave Entitlements, Future Projects etc. These funds are not part of Council's Working Capital. The expenditure of funds from Council's Internally Restricted Cash does not impact on Council's ability to undertake its regular activities. Internally Restricted Cash does not include unexpended Grant Funds or Funds which are subject to External Restrictions and Legislative Restrictions in respect of their use.

BALANCED BUDGETS

Council has adopted the principle of delivering "Balanced Budgets" as a major means of ensuring its operations are sustainable in the medium and long term. In determining that this objective is being met, the "Revised Cash Result" must be a "Surplus" for each of the three funds, and equal or exceed the "Original Cash Result" amount.

The report indicates that the net budget variations for 2022/2023 continue to remain at “Zero”. Councillors will note that expenditure has increased by \$8.156M, while revenue has increased by \$8.121M. The “zero” change position is achieved by utilising Internally Restricted Assets (IRA) of \$35K. This means that all budget variations required to be made to this point, to cover increased or additional expenditures, have been fully funded from either Council receiving additional income or alternately from reductions in expenditures in other areas. There has been no reduction in working capital. The transfer of \$35k from Internally Restricted Assets (IRA) is to fund the Lighting upgrade at the Inverell Aerodrome.

The attached Consolidated Income and Expense Statement indicates a surplus from all activities to 31 March, 2023 of \$14.1M, against a budgeted annual result of \$3,603. This current result indicates that sufficient funding remains available to fund Council’s 2022/2023 continuing operations for the next 3 months to the end of the 2022/2023 Financial Year.

QUARTERLY BUDGET REVIEW REPORT:

Council’s 31 March, 2023 Quarterly Combined Budget Review Summary Report and Income and Expense Statement by function are attached. A review of the report indicates that Council’s actual revenue/expenditure compares favourably with Council’s revised budget.

Council retains a strong Internally Restricted Asset balance, see attached. These restricted balances fund liabilities, future works and emergencies. The quantum of these funds adds significantly to Council’s investment income and therefore capacity to undertake recurrent maintenance and capital works.

GENERAL FUND – OPERATIONAL PLAN REVIEW:

The General Fund remains in balance with the predicted Cash Surplus in respect of 2022/2023 operations remaining unchanged following approval of the Budget Variations attached to this report. This is after transfers to/from Internally Restricted Assets and Revotes from previous years and the bringing forward of grant funding received in 2021/2022 which will be expended in 2022/2023.

A range of additional costs have and are expected to be incurred in the General Fund over the year. These are to be funded as indicated in the Budget Variation Report, from cost savings in other areas and from additional income received.

A comprehensive review of the General Fund Budget indicates that overall, incomes and expenditures to 31 March, 2023 are in accordance with the adopted budget. All matters not in accordance with the adopted budget are included in the Budget Variation Report.

Capital Works:

Progress on the major Road Construction Program, has been reported to Council through the Civil and Environmental Services Committee. Council’s recent focus on repairing flood damaged roads have impacted on the delivery of Council’s large Capital works.

Many of Council’s revenue funded road projects will be deferred to 2023/2024 as a result of grant funded projects taking priority.

Investments:

The General Fund investments remain sound.

Council’s General Fund investment portfolio of \$80M is almost entirely invested in fixed term deposits. The portfolio aligns with Council’s adopted Investment Policy.

Council’s term deposit portfolio was yielding 3.17% p.a. at 31 March 2023, with a weighted average duration of around 263 days or 9 months. As existing deposits mature however, they will inevitably be reinvested at much higher prevailing rates.

Given official rates have increased quickly over the last few months, Council is likely to see an increase in interest income over future financial years. Its budgeted income over the medium-longer term will need to be revised to reflect the increasing interest rate environment. Returns between 4.25% - 4.75% p.a. may potentially be the “norm” over the next financial year.

Given our strong investment balances together with increasing rates Council is expected to exceed interest revenue targets in 2022/2023. Any additional interest received during 2022/2023 will be allocated to special projects during 2023/2024.

A copy of Council's Cash and Investment Budget Review Statement as at 31 March, 2023 is attached. Council retains a sound investment position to fund all of Council's internal and external restrictions and Council's working capital/cash flow needs. Overall Council's portfolio is highly liquid, highly rated and short dated from a counterparty perspective.

A detailed investment report is provided to Council on a monthly basis and all investment continues to comply with Council's Investment Policy.

Contracts, Consultancy & Legal Expenses

The attached Contracts Summary indicates any contracts entered into with a value of over \$50,000 by Council during the quarter ending 31 March, 2023, other consultancy and legal expenses are summarised in the attached Consultancy & Legal Expense summary.

General Fund Summary:

Overall, the operational and financial position of the General Fund function is sound.

WATER FUND – OPERATIONAL PLAN REVIEW:

The Water Fund continues to show a sound operational and financial position. This position is always dependant on weather conditions which effects water use and resultant sales. Water sales as compared to budget were up, \$535K in 2017/2018, up \$865K in 2018/2019, up \$710K in 2019/2020 (drought years), up \$112K in 2020/2021 and down \$719K in 2021/2022 (wet year). It should be noted that Water Sales had declined in 2021/2022 and also over the first two quarters in 2022/2023 largely due to extreme wet weather conditions, but this has changed as a period of dry weather is currently in place. When water sales are down the cost of production to produce water is also down and vice versa. Water sales for the first three quarters were \$2,085K, which is \$124K below budget.

The Water Fund holds investments totalling \$15.065M and cash at bank of \$.1.233M.

Overall, the operational and financial position of the Water Fund function is sound.

SEWERAGE FUND OPERATIONAL PLAN REVIEW:

The Sewerage Fund continues to hold a sound operational and financial position.

The Committee will be aware that the main priority for the Sewer Fund is the completion of the refurbishment/expansion of the Inverell Sewerage Treatment Plant and upgrade of telemetry systems in 2022/2023. This project is funded from Loans and cash Reserves.

The Sewerage Fund holds Term Deposits totalling \$8.038M plus cash at bank of \$.739M.

Overall, the operational and financial position of the Sewer Fund function is sound.

OPERATIONAL PLAN – COMBINED FUND

Overall Council's operational and financial position in respect of its four (4) destinations is sound. The following information is provided in respect of major issues and projects that Council is leading, participating in, or delivering in 2022/2023.

Objective 1 – Leadership:

“We will be an accountable and responsible Council that will be involved with the community and responsibly manage public resources”

- Participated in road funding meetings with the Roads and Maritime Services;
- Participated in New England High Country Destination Management Hub;
- Participated in meetings with New England Council's Joint Organisation of Councils;

- Participated in Border Region Organisation of Councils Meeting;
- Participated in NAIDOC Committee meetings;
- Seeking grants for the benefit of the community;
- Sponsor acquisition prize of Inverell Art Prize;
- Participated in the Northern Inland Risk Management Group;
- Participation in New England Cooperative Library;
- Participated in Cross Borders Working Group on weed control meetings;
- Participated in Northern Inland Regional Waste meetings; and
- Participated in Inverell promotional activities with the Inverell Chamber of Commerce and Industry.

Objective 2 – Prosperity:

“The Shire has a diverse, strong local economy that provides opportunities that contribute to the quality of life for the community”

- Assisted with Sapphire City Festival;
- Participation in work experience programs with local schools;
- Conduct summer and winter school holiday youth activities programs;
- Secured funding from “Bushfire Local Economic Recovery Fund (BLERF)” for amenities upgrades at Ashford Cemetery and Lake Inverell;
- Secured funding for new bus shelters across Shire;
- Commenced planning works for “Crown Reserves Improvement Program-(CRIP)” for upgrade of Joseph Wills Park at Elsmore;
- Secured funding under “Reconnecting Regional NSW-Community Events Program” for Community events within the Inverell Local Government Area;
- Secured Funding from “Heritage Engagements Grants” for Self- Guided Heritage Walk;
- Partnered with Inverell Chamber of Commerce for “Flag a Job” initiative;
- Commenced tourism promotion in partnership with “Regional Lifestyle Magazine”;
- Development of new Tourism guide;
- Facilitated a round of Sapphire Wind Farm Community Benefit Fund allocation;
- Completed redevelopment of the Ashford Tourism website and brochure;
- New television campaign to promote Inverell “Choose your Own Adventure”;
- Secured funding from “Department of Customer Service” for NSW Small Business Month;
- Completed 2021/2022 Financial Statements – sound financial result achieved;
- Secured funding for Inverell RLX Stage Two upgrade of Inverell Saleyards;
- Commenced redevelopment of Wing Hing Long Museum Website; and
- Secured funding from “Australian Sports Commission” for the staging of the Grafton to Inverell Cycle race.

Objective 3 – Liveability:

“Our community is healthy, safe, educated and offers opportunities for people off all ages and abilities, we value our natural and built environment”

- Commenced works on “Local Roads Community Infrastructure Program (LRCI)-3” for Pedestrian footpath network at athletics precinct sports complex in Inverell;
- Commenced works on “Stronger Country Communities Fund (SCCF) 4” for Inverell Netball Courts Upgrade;
- Commenced works on “Bushfire Local Economic Recovery Fund (BLERF)-5” for the construction of a pump track at Inverell;
- Commenced works on “Black Summer Bushfire Recovery Fund” for Upgrade of 3 residential parks in Inverell;
- Commenced planning works on “Black Summer Bushfire Recovery Fund” for Upgrade of Waratah Park in Inverell;

- Partnering with Local Land Services in River Rehabilitation & Weeds Removal Programs;
- Ongoing works to improve riverbank environment in Inverell;
- Host chemical collect event to collect hazardous waste;
- Commenced works on (Bushfire Recovery Program for Council Landfills) for remediation of Tingha Waste Management Facility;
- Secured funding for management of invasive grass on Ross Hill Reserve;
- Commenced planning works on “Black Summer Bushfire Recovery Fund” for Protecting Local Heritage in the Inverell Local Government area;
- Secured funding from “NSW Office of Sport” for Inverell Aquatic Centre Inclusive Redevelopment and Expansion;
- Secured funding from “Local Roads and Community Infrastructure Program-(LRCI)-3” for pedestrian Footpath Network - athletics precinct – sport complex, Inverell;
- Secured funding from “National Australia Day Council” for Australia Day celebrations; and
- Secured funding from “Stronger Country Communities Fund (SCCF-5)” for Inverell Aquatic Centre Redevelopment – Provision of Splashpad and water play area.

Objective 4 – Services and infrastructure:

“Our community is enhanced by the provision of civic services and infrastructure. These services are planned and financially sustainable”

- Commenced and completed a range of Road Upgrade Projects on the Regional Road and Local Road Network;
- Progress upgrade to Bonshaw water supply;
- Commenced a significant quantum of Shire Roads Gravel Resheeting;
- Commenced a significant quantum of heavy patching throughout the Shire;
- Completed Council’s 2022/2023 bitumen reseal program;
- Progressing with upgrade works at the Inverell Sewerage Treatment Plant;
- Commenced upgrade of Mathers Bridge, Nullamanna;
- Completion of Brooks Oval Amenities block in partnership with Inverell Junior Cricket Association;
- Completed Inverell Aerodrome Lighting upgrade;
- Progressing with Moore Street and hospital access upgrade;
- Commence upgrade of Walkers Bridge, Tingha;
- Completed installation of 4 bus shelters under the Country Passenger Transport Infrastructure Program;
- Progressing work on construction of new roundabout located at intersection of SH12 and Tingha Road;
- Secured funding under “Black Summer Bushfire Recovery Fund” for Inverell Footbridge upgrade and shared path;
- Secured funding under “Community Local Infrastructure Recovery Program (CLIR)” for Footbridge (Macintyre River below Girl Guides Hall);
- Secured funding under “Community Local Infrastructure Recovery Program (CLIR)” for upgrade Drainage and pathways at Lake Inverell;
- Secured funding under “Community Local Infrastructure Recovery Program (CLIR)” for Upgrade of Inverell Cemetery Internal Roads & Drainage;
- Secured funding from “Local Roads and Community Infrastructure Program-(LRCI)-3” for the construction of a new Pound Facility;
- Secured funding from “Local Roads and Community Infrastructure Program-(LRCI)-3” for rehabilitation of MR73 Gilgai south (Schwenkes Lane to Gilgai Creek);
- Secured funding from “Local Roads and Community Infrastructure Program-(LRCI)-3” for Enhancement All Abilities playgrounds;
- Secured funding from “Local Roads and Community Infrastructure Program-(LRCI)-3” for the beautification of new SH12 / Tingha road roundabout after completion;
- Secured funding under the “Black Summer Bushfire Recovery Fund” for Installation of Electronic Fire Danger Rating signs in Local Government area;

- Secured funding under the “Black Summer Bushfire Recovery Fund” for the upgrade of three residential parks in Inverell;
- Secured funding under the “Black Summer Bushfire Recovery Fund” for the upgrade of Waratah Park in Inverell;
- Commenced planning works on “Community Local Infrastructure Recovery Program (CLIR)” for the maintenance of riverbank retaining wall behind library;
- Commenced planning works on “Community Local Infrastructure Recovery Program (CLIR)” for riverbank tree replacement;
- Commenced planning works on “Community Local Infrastructure Recovery Program (CCLIR)” for drainage structures at Ashford Waste Transfer Station;
- Planning for beautification of new SH12 / Tingha Road roundabout after completion;
- Secured funding under the “Remote Road Upgrade Pilot Program – (RRUPP) for the upgrade of New Valley Road and Jones Road, Tingha;
- Secured funding of \$1M under the “Disaster Recovery Funding Arrangements (DRFA) Category D”. Works still to be determined and approved by the OLG “Office of Local Government”;
- Secured funding of \$4.2M under the “Regional and Local Roads Repair Program” for road projects; and
- Secured funding of \$794k under the “Fixing Local Roads Pothole Repair Round” for road projects.

Also attached is a copy of Council’s Key Financial Performance Indicators.

POLICY IMPLICATIONS:

No Council or Management Policy is relevant at this time; however, adoption of the recommendation will ensure that Council’s philosophy of maintaining “balanced budgets” is continued.

CHIEF FINANCIAL OFFICERS COMMENT:

In accordance with the Local Government (General) Regulation 2005, it is my opinion that the Quarterly Budget Review Statement for Inverell Shire Council for the quarter ended 31 March, 2023 indicates that Council’s projected financial position at 30 June, 2023 will be satisfactory at year end, having regard to the projected estimates of income and expenditure and the original budgeted income and expenditure.

Adoption of the proposed budget variations as indicated above will maintain Council’s 2022/2023 budget in balance, with an indicative surplus of \$3,603.

LEGAL IMPLICATIONS:

Council is required to comply with the provisions of the *Local Government Act, 1993* and Local Government Regulation, 2005 in these matters.

ATTACHMENTS:

1. **QBRs Attachment March 2023** [↓](#)

BUDGET VARIATIONS - FINANCE MEETING 10-5-2023			
ITEM/LEDGER NO.	DESCRIPTION	AMOUNT \$	COMMENT/REASON
GENERAL FUND			
<i>Increase/Decrease in INCOME</i>			
PJ-147049-1000-44016	Grant - Noxious Weeds - Coordination	7,140	Additional grant funding for Noxious Weed Coordination
PJ-121221-1000-44519	Grant - Disaster Recovery Funding Arrangements (DRFA) - Category D	1,000,000	Additional grant funding - (Projects to be submitted to OLG for approval)
PJ-122370-5999-42201	Grant - SH 12 Maintenance (Ordered Works)	935,000	Amended allocation for Ordered Works / Heavy patching / Bitumen resurfacing on SH12
PJ-122480-1000-44007	Grant - Regional & Local Repair Program	4,217,081	Additional grant funding received for Road Maintenance Programs
PJ-122918-1000-44007	Grant - Fixing Local Roads Pothole Repair Program	794,262	Additional grant funding received under the Pothole Repair Program
PJ-121220-1000-45016	Grant - Stronger Country Communities Fund 5 - Inverell Aquatic Centre Splashpark	1,060,000	Additional SCCF funding for Inverell Aquatic Centre Splashpark
PJ-121810-1000-41409	Grant - Library Per capital	9,164	Additional Library Per Capita Grant-Offset Library Building & Ground Maintenance
PJ-127330-1000-44512	Copeton Northern Foreshores - Income	20,000	Additional Income Received (Increased Patronage) -Will offset additional running costs
PJ-147059-3899-44016	Grant - Local Land services - Noxious Weeds Special Projects - Osage Orange Control	25,000	Additional Grant for Control of Osage Orange along McIntyre River
PJ-147030-1000-42200	Noxious Weeds - Private Works Income	7,200	Private works Income - (Water Lettuce inspections for New England Weeds Authority)
PJ-120850-1000-43010	Legal & Other Debt Recovery costs Raised	8,000	Additional income from debt recovery - Offset additional debt recovery Costs
PJ-121340-1000-44009	Grant - Youth Week	2,053	Additional Grant Funding received to conduct Youth week
PJ-128590-1000-43002	Income - Other Land & Buildings	36,000	Additional Income from Land & Building leases. Will offset maintenance costs for Council Chamber, Town Hall & other Land & Buildings
TOTAL INCREASE IN INCOME		8,120,900	Positive figure indicates increased income,(Negative) figure indicates decreased income)
<i>Increase/Decrease in EXPENDITURE</i>			
PJ-136850-1000-61001	Library Building Maintenance	6,860	Library Building Maintenance -To correct problem with Internal automatic doors
PJ-136950-1000-61001	Library Grounds Maintenance	2,304	Additional cost for Library ground maintenance
PJ-147050-1000-61001	Noxious Weeds Coordination	7,140	Addition grant funding for Noxious Weeds Coordination
PJ-133026-1000-61001	Grant Expenditure - Disaster Recovery Funding Arrangements (DRFA) - Category D	1,000,000	Additional grant funding Received - Projects to be submitted to OLG for approval
PJ-138820-1000-61001	Grant Expenditure - SH 12 Maintenance (Ordered Works) (Heavy Patching)	345,000	Amended allocation for Ordered Works (Heavy patching) on SH12
PJ-138830-1000-61001	Grant Expenditure - SH 12 Maintenance (Ordered Works) (Bitumen Resurfacing)	590,000	Amended allocation for Ordered Works (Bitumen resurfacing) on SH12
PJ-143201-1000-61001	Grant Expenditure - Regional & Local Repair Program - Grading - North	421,710	Grant Funded - Regional & Local Repair Program
PJ-143203-1000-61001	Grant Expenditure - Regional & Local Repair Program - Patching - North	316,280	Grant Funded - Regional & Local Repair Program
PJ-143205-1000-61001	Grant Expenditure - Regional & Local Repair Program-Bitumen Maintenance-Regional Roads - North	527,130	Grant Funded - Regional & Local Repair Program
PJ-143207-1000-61001	Grant Expenditure - Regional & Local Repair Program-Bitumen Maintenance-Local Roads - North	527,130	Grant Funded - Regional & Local Repair Program
PJ-143208-1000-61001	Grant Expenditure - Regional & Local Repair Program-Drainage Maintenance-Local Roads - North	210,850	Grant Funded - Regional & Local Repair Program
PJ-143209-1000-61001	Grant Expenditure - Regional & Local Repair Program-Drainage Maintenance-Regional Roads - North	84,340	Grant Funded - Regional & Local Repair Program
PJ-143200-1000-61001	Grant Expenditure - Regional & Local Repair Program - Grading - South	421,710	Grant Funded - Regional & Local Repair Program
PJ-143202-1000-61001	Grant Expenditure - Regional & Local Repair Program - Patching - South	316,280	Grant Funded - Regional & Local Repair Program
PJ-143204-1000-61001	Grant Expenditure - Regional & Local Repair Program-Bitumen Maintenance-Regional Roads - South	527,130	Grant Funded - Regional & Local Repair Program
PJ-143206-1000-61001	Grant Expenditure - Regional & Local Repair Program-Drainage Maintenance-Regional Roads - South	527,130	Grant Funded - Regional & Local Repair Program
PJ-143210-1000-61001	Grant Expenditure - Regional & Local Repair Program-Drainage Maintenance-Local Roads - South	210,850	Grant Funded - Regional & Local Repair Program
PJ-143211-1000-61001	Grant Expenditure - Regional & Local Repair Program-Drainage Maintenance-Regional Roads - South	84,340	Grant Funded - Regional & Local Repair Program
PJ-143212-1000-61001	Grant Expenditure - Regional & Local Repair Program-Drainage Maintenance-Urbab Roads	42,201	Grant Funded - Regional & Local Repair Program
PJ-139520-1000-61001	Grant Expenditure - Fixing Local Roads Pothole Repair Round - Grading - North	79,425	Grant Funded - Fixing Local Roads Pothole Repair Program
PJ-139522-1000-61001	Grant Expenditure - Fixing Local Roads Pothole Repair Round - Patching - North	119,150	Grant Funded - Fixing Local Roads Pothole Repair Program
PJ-139524-1000-61001	Grant Expenditure - Fixing Local Roads Pothole Repair Round - Bitumen Maintenance-Local Roads - North	99,280	Grant Funded - Fixing Local Roads Pothole Repair Program
PJ-139526-1000-61001	Grant Expenditure - Fixing Local Roads Pothole Repair Round - Bitumen Maintenance-Regional Roads - North	99,280	Grant Funded - Fixing Local Roads Pothole Repair Program
PJ-139521-1000-61001	Grant Expenditure - Fixing Local Roads Pothole Repair Round - Grading - South	79,425	Grant Funded - Fixing Local Roads Pothole Repair Program
PJ-139523-1000-61001	Grant Expenditure - Fixing Local Roads Pothole Repair Round - Patching - South	119,150	Grant Funded - Fixing Local Roads Pothole Repair Program
PJ-139525-1000-61001	Grant Expenditure - Fixing Local Roads Pothole Repair Round - Bitumen Maintenance-Local Roads - South	99,280	Grant Funded - Fixing Local Roads Pothole Repair Program
PJ-139527-1000-61001	Grant Expenditure - Fixing Local Roads Pothole Repair Round - Bitumen Maintenance-Regional Roads - South	99,272	Grant Funded - Fixing Local Roads Pothole Repair Program
PJ-137103-1000-16127	Grant Expenditure - Stronger Country Communities Fund 5 - Inverell Aquatic Centre Splashpark	1,060,000	Grant Funded - Stronger Country Communities Fund 5 - Inverell Aquatic Centre Splashpark
PJ-137340-1000-61001	Copeton Northern Foreshores - Running Costs	20,000	Additional running Cost funded from additional Income
PJ-137505-1000-61001	Bonshaw Public Hall - Maintenance	4,000	Additional Maintenance Costs - Fire Safety Inspections etc
PJ-137511-1000-61001	Butler Hall - Maintenance	2,000	Additional Maintenance costs-Fire Services Repair at Butler Hall
PJ-151131-1000-61001	Building Facilities Minor Upgrades	(6,000)	Funding for above
PJ-147060-3899-61001	Grant Expenditure - Noxious Weeds Special Projects - Osage Orange	25,000	Grant for Control of Osage Orange along McIntyre River
			Private works for control of Noxious weeds
PJ-147031-1000-61001	Noxious Weeds - Private Works Expenses	7,200	(Water Lettuce inspections for New England Weeds Authority)
PJ-132530-1000-63056	Contribution to Rural Bushfire Service	12,300	Additional Emergency Services Levy Contribution for 2022/2023
PJ-132810-1000-63056	Contribution to NSW SES Service	1,650	Additional Emergency Services Levy Contribution for 2022/2023
PJ-132510-1000-63056	Contribution to NSW Fire Brigade	(13,950)	Adjusted Emergency Services Levy Contribution for 2022/2023 - Funding for above
PJ-130310-5600-61513	Debt Recovery Expenses	8,000	Increased Cost of Debt Recovery
PJ-134030-5540-68018	Travelling Expenses - Health	8,000	Additional cost for travelling
PJ-147750-5540-68018	Travelling Expenses - Building	(8,000)	Funding for above
PJ-147124-1000-16030	Aerodrome - Inverell - Capital Upgrade (Lighting)	35,000	Additional Cost for Airport Lighting Upgrade & Generator replacement (Reserve Funding)
PJ-135030-1000-61001	Grant Expenditure - Youth Week	2,476	Youth Week partly funded by Grant and funding from below
PJ-135020-1000-63045	Youth Indent Committee	(423)	Funding for above
PJ-131040-1000-61001	Council Chamber - Exterior & Grounds Maintenance	6,000	Additional cost for Maintenance and Repairs (Eg Pressure cleaning etc)
PJ-137500-1000-61001	Inverell Town Hall - Maintenance & Repair	14,000	Additional cost for Maintenance Repairs, cleaning and electricity, fire safe equipment.
PJ-151100-1000-61001	Other Land & Buildings - Maintenance & Repair	14,000	Additional cost for Maintenance Repairs (Roller Door replacement, Surveys etc)
PJ-134300-1000-61001	Child Care Centre - Maintenance & Repair	2,000	Additional cost for Maintenance Repairs (Fire Safety Equipment)
PJ-138680-1100-61001	ACRD - Urban Reseals	32,030	Additional Costs due to increase in emulsion
PJ-139185-1100-61001	ACRD - Rural Reseals	(32,030)	Funding for above
PJ-143660-1100-61001	Roads to Recovery - Year 4 - Reseals - Local/Rural Roads	33,320	Additional Costs due to increase in emulsion
PJ-143662-1100-61001	Roads to Recovery - Year 4 - Heavy Patching	(33,320)	Funding for above
PJ-135740-1000-61001	Yetman - Street & Gutter cleaning	1,000	Additional Costs
PJ-135770-1000-61001	Ashford - Street & Gutter cleaning	(1,000)	Funding for above
PJ-137140-1000-61001	Sporting Fields - Ashford	10,000	Additional Costs for mowing
PJ-139290-1000-61001	Rural Seal Drainage Structures - North	(10,000)	Funding for above
PJ-137153-1000-61001	Passive Park - Graman	1,000	Additional Costs
PJ-137120-1000-61001	Sporting Fields - Yetman	(1,000)	Funding for above
PJ-137154-1000-61001	Passive Park - Pindari Dam	5,000	Additional Costs
PJ139280-1000-61001	Rural Seal Bitumen Maintenance - North	(5,000)	Funding for above
PJ-137280-1000-61001	Street Mowing - North	30,000	Additional Costs due to wet weather
PJ-139290-1000-61001	Rural Seal Drainage Structures - North	(30,000)	Funding for above
PJ-137620-1000-61001	Block Grant - TR 63 North Warialda	210,000	Additional costs due to weather events
PJ-139300-1000-61001	Heavy patching Shire Roads	(210,000)	Funding for above
PJ-137690-1000-61001	Block Grant - MR 137 North - Inverell / Bonshaw	5,000	Additional costs due to weather events
PJ-139290-1000-61001	Rural Seal Drainage Structures - North	(5,000)	Funding for above
PJ-137710-1000-61001	Block Grant - MR 187 North - Inverell / Rocky Dam	35,000	Additional costs due to weather events
PJ-139290-1000-61001	Rural Seal Drainage Structures - North	(35,000)	Funding for above
PJ-137760-1000-61001	Block Grant - MR 462 - Bruxner Way	350,000	Additional costs due to weather events
PJ-139404-1100-61001	Fit 4 Future - Road Backlog - Heavy Patching / Stabilisation	(210,641)	Funding for above
PJ-139405-1100-61001	Fit 4 Future - Road Backlog - Backlog Prevention	(139,359)	Funding for above
PJ-146300-4570-61001	Ashford Depot - Maintenance	5,000	ULP Fuel Tank
PJ-139280-1000-61001	Rural Seal Maintenance - North	(5,000)	Funding for above
PJ-146320-4570-61001	Yetman Depot - Maintenance	7,500	Fire Safety Equipment, electrical works
PJ-140250-1000-61001	Drainage structures North	(7,500)	Funding for above
PJ-146330-4570-61001	Bonshaw Depot - Maintenance	2,000	Additional Costs
PJ-139290-1000-61001	Rural Seal Drainage Structures - North	(2,000)	Funding for above
PJ-137281-3200-61001	Street Mowing - South (Tingha)	7,500	Additional costs due to weather events
PJ135750-1000-61001	Street Gutter Cleaning - Tingha	(7,500)	Funding for above
PJ-137650-1120-61001	Block grant - MR 134 - South - Bingara / Ashford	40,000	Additional costs due to weather events
PJ-137660-1000-61001	Block grant - MR 135 - West of Guyra	(40,000)	Funding for above
PJ-139160-1000-61001	Roadside Growth Control - South	15,000	Additional costs due to weather events
PJ-148408-6445-61001	DCES-Maintenance Activity from Asset Management System	(15,000)	Funding for above
PJ-139170-1000-61001	Maintenance Roadside Furnishing - South	20,000	Additional costs due to weather events
PJ-148408-6445-61001	DCES-Maintenance Activity from Asset Management System	(20,000)	Funding for above

PJ-139180-1000-61001	Maintenance Bitumen Seal - South	75,000	Additional costs due to weather events
PJ-148408-6445-61001	DCES-Maintenance Activity from Asset Management System	(75,000)	Funding for above
PJ-139190-1000-61001	Rural Seal Drainage - South	15,000	Additional costs due to weather events
PJ-139423-1000-61001	Shoulder Maintenance - Regional & Rural South	(7,500)	Funding for above
PJ-140140-1000-61001	Roadside Furnishings	(7,500)	Funding for above
PJ-140120-1000-61001	Gravel Patching - South	15,000	Additional costs due to weather events
PJ-140110-1000-61001	Gravel Resheeting Minor Roads	(15,000)	Funding for above
PJ-140130-1000-61001	Grading - South	161,000	Additional grading to repiar storm damaged roads
PJ-140230-1000-61001	Grading - North	(161,000)	Funding for above
PJ-140150-1000-61001	Drainage Structures	65,000	Additional maintenance due to weather events
PJ-140400-1000-61001	Bridges - Other Roads Rural	(30,000)	Funding for above
PJ-148408-6445-61001	DCES-Maintenance Activity from Asset Management System	(25,000)	Funding for above
PJ-137342-1000-61001	Copeton Dam - Tingha Foreshores	(10,000)	Funding for above
PJ-140190-1000-61001	Gravel Resheeting Minor Roads	139,000	Additional gravel resheeting to repair storm damaged roads
PJ-140110-1000-61001	Gravel Resheeting Minor Roads	(139,000)	Funding for above
PJ-146335-1000-61001	Tingha Depot	4,000	Additional Costs
PJ-135750-1000-61001	Tingha Street & gutter Cleaning	(4,000)	Funding for above
PJ-137840-1000-61001	Block Grant - Traffic Facilities	30,000	Additional Costs
PJ-137805-1000-61001	Block Grant - Repair Program - Fnal Seal Allocation	(17,550)	Funding for above
PJ-140580-1000-61001	Roads & Traffic Sign Management - North	(12,450)	Funding for above
PJ-142995-1000-61001	ACRD - Bitumen Renewals Program	78,000	Additional Costs due to increase in emulsion
PJ-139404-1100-61001	Fit 4 Future - Road Backlog - Heavy Patching / Stabilisation	(78,000)	Funding for above
PJ-135900-1000-61001	Urban Drainage Maintenance	55,000	Additional costs due to weather events
PJ-140500-1000-61001	Kerb & Gutter Maintenance	(45,000)	Funding for above
PJ-140510-1000-61001	Paved Footpath Maintenance	(10,000)	Funding for above
PJ-140000-10000-61001	Inverell Unsealed Maintenance	20,000	Additional costs due to weather events
PJ-140510-1000-61001	Paved Footpath Maintenance	(5,000)	Funding for above
PJ-140470-1000-61001	Cycleway Maintenance	(15,000)	Funding for above
PJ-141330-4570-61001	CBD Maintenance	19,090	Additional Costs
PJ141331-6446-61001	CBD - Capital Expenses	(19,090)	Funding for above
PJ-139402-1100-61001	Fit 4 Future - Road Backlog - Gravel Resheeting	14,884	Additional costs due to weather events
PJ-139405-6445-61001	Fit 4 Future - Road Backlog - Backlog Prevention	(14,884)	Funding for above
PJ-139435-1000-61001	Restart Program - MR 187 Yetman Road Upgrade	270,000	Additional funding to complete the project due to inflationary price increases
PJ-143136-1000-61001	Repair Program - MR 137 - Wanderra Project	(270,000)	Funding for above
PJ-140520-5940-61001	Villages Unpaved Footpaths	85,000	Additional costs due to weather events
PJ-135790-1000-61001	Street Cleaning Costs	(30,000)	Funding for above
PJ-136300-1000-61001	Public Privies Maintenance & working Expenses	(20,000)	Funding for above
PJ-137250-1000-61001	Lake inverell Reserve	(5,000)	Funding for above
PJ-140510-1000-61001	Paved Footpath Maintenance	(12,305)	Funding for above
PJ-139030-1000-61001	Maintenance of Pavement markings	(17,695)	Funding for above
PJ-140540-1000-61001	Tree Plants Plots maintenance	27,000	Additional Costs
PJ-137249-1000-61001	Parks - Garbage Service to Parks	(11,580)	Funding for above
PJ-137460-5540-61001	Horticultural - Travelling Expenses	(9,490)	Funding for above
PJ-145720-1000-61001	Tree Grow out Facility	(1,710)	Funding for above
PJ-135790-1000-61001	Street Cleaning Costs	(4,220)	Funding for above
TOTAL INCREASE IN EXPENDITURE		8,155,900	Positive figure indicates increased expenditure, (Negative) figure decreased expenditure)
NET CHANGE TO CURRENT BUDGET Surplus/(Deficit)		35,000	Positive figure indicates increased expenditure, (Negative) figure decreased expenditure)
Restricted Assets			
PJ-161750-6220-31513	Aerodrome	35,000	Reserve funding for Inverell Aerodrome Lighting Upgrade
TOTAL FUNDING FROM RESTRICTED ASSETS		35,000	
Section 94's			
FUNDED FROM EQUITY (G5795.000)			
NET CHANGE TO FINANCIAL POSITION Surplus/(Deficit)		-	
WATER FUND			
Increase/Decrease in INCOME			
TOTAL INCREASE IN INCOME		-	Positive figure indicates increased income,(Negative) figure indicates decreased income)
Increase/Decrease in EXPENDITURE			
TOTAL INCREASE IN EXPENDITURE		-	Positive figure indicates increased expenditure, (Negative) figure decreased expenditure)
NET CHANGE TO CURRENT BUDGET Surplus/(Deficit)		-	Positive figure indicates increased expenditure, (Negative) figure decreased expenditure)
SEWER FUND			
Increase/Decrease in INCOME			
TOTAL INCREASE IN INCOME		-	Positive figure indicates increased income,(Negative) figure indicates decreased income)
Increase/Decrease in EXPENDITURE			
PJ-906450-1000-61001	Sewers - Operation Costs - Condition Assessment of Sewer Mains	160,000	Condition Assessment of Part of Council Sewerage Network
PJ-907170-1000-16003	Sewer - Capital Equipment - Water Jetter Trailer	43,000	Purchase of Water Jetter Trailer for Mains Clearing/Cleaning
PJ-907110-1000-16042	Mains Relining Program	(203,000)	Funding for above
TOTAL INCREASE IN EXPENDITURE		-	Positive figure indicates increased expenditure, (Negative) figure decreased expenditure)
NET CHANGE TO CURRENT BUDGET Surplus/(Deficit)		-	Positive figure indicates increased expenditure, (Negative) figure decreased expenditure)

INVERELL SHIRE COUNCIL
BUDGET REVIEW FOR THE QUARTER ENDED 31-03-2023
CONSOLIDATED INCOME AND EXPENSE STATEMENT

	ORIGINAL BUDGET 2022/2023 (000's)	Approved Changes						REVISED BUDGET (000's)	Recommended Changes for Council Resolution (000's)	PROJECTED Year End Result 2022/2023 (000's)	ACTUAL YTD (000's)	% OF PROJECTED BUDGET
		Revotes (000's)	Unexpended Grants & Contract Liabilities B/FW (000's)	Sept 2022 Review (000's)	Dec 2022 Review (000's)	Mar 2023 Review (000's)	June 2023 Review (000's)					
INCOME												
Rates & Annual Charges	23,771			76				23,847		23,847	23,941	100.39%
User Charges & Fees	5,406			555	(74)			5,887	942	6,829	3,294	48.24%
Interest	682				45			727		727	1,541	211.97%
Other revenues from ordinary activities	696							696	44	740	791	106.89%
Grants & Contributions provided for non capital purposes	12,052		816	1,803	139			14,810	6,075	20,885	13,449	64.40%
Grants & Contributions provided for Capital Purposes	941		4,698	6,816	8,524			20,979	1,060	22,039	8,428	38.24%
Gain from the sale of assets	48							48		48	67	139.58%
Gain from interest in joint ventures & associates	-							-				
TOTAL INCOME FROM CONTINUING OPERATIONS	43,596	-	5,514	9,250	8,634			66,994	8,121	75,115	51,511	76.89%
EXPENSES												
Employee Costs	15,735			163	(1)			15,897	(24)	15,873	11,115	70.02%
Borrowing Costs	448							448		448	20	4.46%
Materials and Contracts	12,635	2,835	821	5,971	1,295			23,557	7,644	31,201	15,885	50.91%
Depreciation	12,730							12,730		12,730	9,548	75.00%
Other Expenses from ordinary activities	929	102		-	42			1,073	2	1,075	587	54.60%
Loss from the disposal of assets	-							-		-	-	
Loss from interest in joint ventures & associates	-							-		-	-	
TOTAL EXPENSES FROM CONTINUING OPERATIONS	42,477	2,937	821	6,134	1,336	-	-	53,705	7,622	61,327	37,155	69.18%
NET OPERATING RESULT FROM CONTINUING OPERATIONS SURPLUS/(DEFICIT)	1,119	(2,937)	4,693	3,116	7,298	-	-	13,289	499	13,788	14,357	108.03%
ADD BACK Non Cash Amounts												
Depreciation	12,730							12,730	-	12,730	9,548	75.00%
Carrying Amount of Assets Sold	663							663		663	284	42.84%
Capital Amounts	14,512	(2,937)	4,693	3,116	7,298	-	-	26,682	499	27,181	24,188	90.65%
Repayments by deferred Debtors	-											
Acquisition of Assets	(22,910)	(12,443)	(4,693)	(6,726)	(7,973)			(54,745)	(534)	(55,279)	(9,567)	17.48%
Loan Repayments	(950)							(950)		(950)	(456)	48.00%
Advance to Deferred Debtors												
Loan Funds	10,000							10,000		10,000		
Less Net Transfers to IRA	(648)			3,610	675			3,637	35	3,672		0.00%
Plus Equity Funding	-	15,380						15,380		15,380		0.00%
Unallocated Consolidation Net Profit/(Loss)	4	-	-	-	-	-	-	4	-	4	14,165	
NET OPERATING RESULT BEFORE CAPITAL ITEMS SURPLUS/(DEFICIT)	178							178		178	5,929	

* Favourable / (Unfavourable) variance

EXPLANATION OF MATERIAL VARIANCES

YTD Variances

Item	Explanation
INCOME	
Rates & Annual Charges	Includes rate levy for 2022/2023
User Charges & Fees	3rd Quarter Water sales (\$919k) not raised untill first week of April 2023.
Interest	Additional interest income due to increase in investment rates
Grants & Contributions provided for non capital purposes	Works have not yet commenced on these projects and grant funding for road projects are normally paid in arrears
Grants & Contributions provided for Capital Purposes	Works have not yet commenced on these projects and grant funding for road projects are normally paid in arrears

EXPENSES

Other Expenses from ordinary activities Includes yearly payments for Rates, insurances, emergency levies and memberships/subscriptions

CAPITAL AMOUNTS

RECOMMENDED CHANGES TO REVISED BUDGET

The budget variations recommended above are required to be made to budget votes as a result of changes since the last budget review. Refer to attached appendix "Budget Variations" for commentary on each budget variation. Those items identified as requiring funding since the adoption of the 2022/2023 budget have now been funded.

INVERELL SHIRE COUNCIL
BUDGET REVIEW FOR THE QUARTER ENDED 31-3-2023
INCOME & EXPENSES BY FUNCTION

	ORIGINAL BUDGET 2022/2023 (000's)	Approved Changes						REVISED BUDGET (000's)	Recommended Changes for Council Resolution (000's)	PROJECTED Year End Result 2022/2023 (000's)	ACTUAL YTD (000's)	% OF PROJECTED BUDGET (000'S)
		Revotes (000's)	Unexpended Grants B/FW (000's)	Sept 2022 Review (000's)	Dec 2022 Review (000's)	Mar 2023 Review (000's)	June 2023 Review (000's)					
EXPENSES												
Governance	279							279		279	157	56.27%
Administration	7,967	415	45	26	3			8,456	33	8,489	4,168	49.10%
Public Order and Safety	1,235			981	289			2,505	1000	3,505	1,172	33.44%
Health & Environment	4,731	89	250	213	6			5,289	57	5,346	3,405	63.69%
Community Services and Education	95	9		5				109	3	112	23	20.54%
Housing and Community Amenities	1,186	35	176	430				1,827	-20	1,807	1,035	57.28%
Water Supplies	3,933			171				4,104		4,104	3,032	73.88%
Sewerage and Drainage Services	2,050			4	89			2,143	160	2,303	1,947	84.54%
Recreation and Culture	3,136	472	243	99	75			4,025	26	4,051	2,097	51.76%
Mining, Manufacturing and Construction	512	6						518	-8	510	322	63.14%
Transport and Communication	6,476	1,163	107	4,197	917			12,860	6363	19,223	12,489	64.97%
Economic Affairs	1,416	748		8	-43			2,129	8	2,137	825	38.61%
TOTAL EXPENSES	33,016	2,937	821	6,134	1,336	0	0	44,244	7622	51,866	30,672	59.14%
REVENUES												
Governance	-							-		-		
Administration	28,173		45	45				28,263	8	28,271	22,335	79.00%
Public Order and Safety	404		128	1,595	-56			2,071	1000	3,071	1,317	42.89%
Health & Environment	5,282		250	163	1			5,696	39	5,735	4,932	86.00%
Community Services and Education	24							24	2	26	23	88.46%
Housing and Community Amenities	308		1,532	2,040				3,880		3,880	2,309	59.51%
Water Supplies	5,915		-	27	50			5,992		5,992	4,165	69.51%
Sewerage and Drainage Services	3,237			5	89			3,331		3,331	3,376	101.35%
Recreation and Culture	227		815	2,663	5066			8,771	1089	9,860	3,586	36.37%
Mining, Manufacturing and Construction	213							213		213	121	56.81%
Transport and Communication	5,491		2,645	2,707	3484			14,327	5947	20,274	13,390	66.05%
Economic Affairs	322		99	5				426	36	462	376	81.39%
TOTAL REVENUE	49,596	-	5,514	9,250	8,634	-	-	72,994	8,121	81,115	55,930	68.95%
OPERATING RESULT: (Surplus)	(16,580)	2,937	(4,693)	(3,116)	(7,298)	-	-	(28,750)	(499)	(29,249)	(25,258)	
Depreciation	12,730							12,730		12,730	9,548	75.00%
Increase in Employee Leave Entitlements	2,779							2,779		2,779	1,421	51.13%
(PROFIT)/LOSS BEFORE CAPITAL AMOUNTS	(1,071)	2,937	(4,693)	(3,116)	(7,298)	-	-	(13,241)	(499)	(13,740)	(14,290)	
Carrying Amount of Assets Sold	663							663		663	284	42.84%
Proceeds Sale of Assets	(711)							(711)		(711)	(351)	49.37%
Cost Real Estate Assets Sold								-		-		
Loan Funds Used	(10,000)							(10,000)		(10,000)		
Other Debt Finance								-		-		
Repayments by Deferred Debtors								-		-		
Acquisition of Assets	22,910	12,443	4,693	6,726	7,973			54,745	534	55,279	9,567	17.31%
Development of Real Estate								-		-		
Advance to Deferred Debtors								-		-		
Repayment of Loans	950							950		950	456	48.00%
Repayment of Other Debts								-		-		
ESTIMATED BUDGET RESULT: (SURPLUS)/DEFICIT	12,741	15,380	-	3,610	675	-	-	32,406	35	32,441	(4,334)	
ADD BACK Non Cash Amounts												
Depreciation	12,730							12,730		12,730	9,548	
Carrying Amount of Assets Sold	663							663		663	284	
Plus Net Transfers	648			(3,610)	(675)			(3,637)	(35)	(3,672)		
Plus Equity Funding**		(15,380)						(15,380)		(15,380)		
BUDGET (SURPLUS)/DEFICIT	(4)	-	-	-	-	-	-	(4)	-	(4)	(14,165)	
** Equity Funding is Unexpended Grants, Contributions and incomplete works from pervious years were money is held in equity at end of year												
Transfers to Internally Restricted Assets	648							648		648	648	
Transfers from Internally Restricted Assets	0			3610	675			4,285	35	4,320	4,320	
Net Transfers	648	-	-	(3,610)	(675)	-	-	(3,637)	(35)	(3,672)	(3,672)	

EXPLANATION OF MATERIAL VARIANCES	
YTD Variances	
Item	Explanation
EXPENSES	
Sewerage and Drainage Services	Includes yearly payments for Rates, insurances
INCOME	
Administration	Includes entire rate levy for 2022/23
Public Order & Safety	Bush Fire Subsidies not received until latter in the year
Health & Environment	Includes entire DWM levy Charges for 2022/23
Water Supplies	Includes entire annual water charges levy for 2022/23
Sewerage and Drainage Services	Includes entire annual sewer charges levy for 2022/23

CAPITAL AMOUNTS

RECOMMENDED CHANGES TO REVISED BUDGET

The budget variations recommended above are required to be made to budget votes as a result of changes since the last budget review. Refer to attached appendix "Budget Variations" for commentary on each budget variation. Those items identified as requiring funding since the adoption of the 2022/2023 budget have now been funded.

INVERELL SHIRE COUNCIL
BUDGET REVIEW FOR THE QUARTER ENDING 31-3-2023
CAPITAL BUDGET

	ORIGINAL BUDGET 2022/2023 (000's)	Approved Changes						REVISED BUDGET (000's)	Recommended Changes for Council Resolution (000's)	PROJECTED Year End Result 2022/2023 (000's)	ACTUAL YTD (000's)
		Revotes (000's)	Unexpended Grants (000's)	Sept 2022 Review (000's)	Dec 2022 Review (000's)	Mar 2023 Review (000's)	June 2023 Review (000's)				
CAPITAL FUNDING											
Rates and Other untied Funding											
General Fund	4,006			(16)	(695)			3,295	(461)	2,834	2,834
Sewer Fund	916							916	(160)	756	756
Water Fund	1,616			(144)				1,472		1,472	1,472
Capital Grants & Contributions											
Dog Pound			547	550				1,097		1,097	27
Bushfire	200		39	4	(54)			189		189	-
Sporting Fields/Swimming Pool	10		357	468	5,000			5,835	1,060	6,895	9
Library	27		35		36			98		98	19
Roads	5,406		2,891	4,852	3,186			16,335	60	16,395	3,758
Open Space			739	775				1,514		1,514	504
Aerodrome			85	167				252		252	252
Water					50			50		50	-
								-			
Internal Restricted Assets								-			
Aerodrome								-	35	35	35
Plant Replacement	314							314		314	314
Roads Program								-		-	-
Sewerage Future Capital Works	415							415		415	415
Water Future Capital Works								-		-	-
Strategic Capital Projects Fund								-		-	-
Land				70				70		70	70
Waste Services					450			450		450	450
Loan Funding	10,000							10,000		10,000	47
Equity (Unexpended Grants and Contributions from pervious years)		12,443						12,443		12,443	12,443
TOTAL CAPITAL FUNDING	22,910	12,443	4,693	6,726	7,973	-	-	54,745	534	55,279	23,405
CAPITAL EXPENDITURE											
Administrative Services	15							15		15	1
Aerodrome			85	167				252	35	287	284
Engineering Equipment	2							2		2	-
SES/Bushfire	207				(54)			153		153	
Information Services	147	149						296		296	41
Sporting Fields/Swimming Pool	10,024	50	357	469	5,000			15,900	1,060	16,960	682
Open Space		79	562	775				1,416		1,416	579
Cemetery	15		58					73		73	20
Library	128	8	35		36			207		207	112
Plant	1,736							1,736		1,736	544
Land				70				70		70	6
Minor Community Infrastructure Assets	120	255	705	542				1,622		1,622	151
Strategic Capital Infrastructure Program	-							-		-	
Sewerage Services	1,332	3,852						5,184	(160)	5,024	171
Water Services	1,616	3,601		(144)	50			5,123		5,123	105
Waste Services					450			450		450	
Roads	7,568	4,449	2,891	4,847	2,491			22,246	(401)	21,845	6,871
TOTAL CAPITAL EXPENDITURE	22,910	12,443	4,693	6,726	7,973	-	-	54,745	534	55,279	9,567

RECOMMENDED CHANGES TO REVISED BUDGET

The budget variations recommended above are required to be made to budget votes as a result of changes since the last budget review. Refer to attached appendix "Budget Variations" for commentary on each budget variation. Those items identified as requiring funding since the adoption of the 2022/2023 budget have now been funded.

INVERELL SHIRE COUNCIL
BUDGET REVIEW FOR THE QUARTER ENDING 31-3-2023
CASH & INVESTMENTS

	Balances as at 30/6/22 as per Note C3-1 (000's)	2022/23 Budget Allocations- IRA (000's)	ORIGINAL BUDGET 2022/2023 (000's)	Approved Changes						REVISED BUDGET (000's)	Recommended Changes for Council Resolution (000's)	PROJECTED Year End Result 2022/2023 (000's)	ACTUALS (000's)
				Revotes (000's)	Unexpended Grants B/FW (000's)	Sept 2022 Review (000's)	Dec 2022 Review (000's)	Mar 2023 Review (000's)	June 2023 Review (000's)				
EXTERNALLY RESTRICTED													
Water Services	14,040	-17	14,023	-	-	-				14,023	-	14,023	14,023
Sewerage Services	8,334	-427	7,907	-	-	-				7,907	-	7,907	7,907
Waste Management	1,145	64	1,209	-	-	-				1,209	-	1,209	1,209
Special Purpose Grants (Contract Liabilities)	5,515		5,515	-	-	-				5,515	-	5,515	10,366
Developer Contributions	454		454	-	-	-				454	-	454	474
Bonds & Deposits	492		492	-	-	-				492	-	492	669
Stormwater Management			-							-	-	-	147
Net Account Payable / Receivables	(5,079)		(5,079)							(5,079)	-	(5,079)	(1,456)
TOTAL EXTERNALLY RESTRICTED	24,901	(380)	24,521	-	-	-	-	-	-	24,521	-	24,521	33,339
INTERNALLY RESTRICTED													
Financial Assistance Grants	7,049		7,049	-	-	-				7,049	-	7,049	7,049
Emergency Services Reserve	379		379	-	-	-	(225)			154	-	154	154
Building Infrastructure Reserve	1,079		1,079	-	-	-	-			1,079	-	1,079	1,079
Community Infrastructure Reserve	9,404		9,404	-	-	-	-			9,404	(35)	9,369	9,369
Waste Management Reserve	4,615	300	4,915	-	-	-	(450)			4,465	-	4,465	4,465
Economic Development Reserve	1,226		1,226	-	-	(70)				1,156	-	1,156	1,156
Transport Infrastructure Reserve	6,050	10	6,060	-	-	(3,540)				2,520	-	2,520	2,520
Employee Provision Reserve	1,963		1,963	-	-	-				1,963	-	1,963	1,963
Information Technology Reserve	1,739		1,739	-	-	-				1,739	-	1,739	1,739
Fleet Replacement Reserve	2,542	827	3,369	-	-	-				3,369	-	3,369	3,369
Financial Risk Reserve	2,324	-109	2,215	-	-	-				2,215	-	2,215	2,215
			-	-	-	-				-	-	-	-
Revotes	7,928		7,928	-	-	-				7,928	-	7,928	7,928
			-	-	-	-				-	-	-	-
			-	-	-	-				-	-	-	-
TOTAL INTERNALLY RESTRICTED	46,298	1,028	47,326	-	-	(3,610)	(675)	-	-	43,041	(35)	43,006	43,006
TOTAL RESTRICTED	71,199	648	71,847						-	67,562	(35)	67,527	76,345
TOTAL CASH & INVESTMENTS	74,763	652	75,415							75,415	(35)	75,380	86,866
AVAILABLE WORKING CAPITAL	3,564	4	3,568						-	7,853	-	7,853	10,521

COMMENT ON CASH & INVESTMENT POSITION

Councils overall Investment Portfolio remains sounds and as at 31 March 2023 Councils Cash and Investment Portfolio totalled \$80.172 million plus \$6.694 million Cash at bank (Water Fund \$1.233m, Sewer Fund \$.739m, General Fund \$4.722m).

STATEMENTS

INVESTMENTS

I, PAUL PAY, as Council’s Responsible Accounting Officer, hereby certify that the restricted funds listed above are invested in accordance with Section 625 of the Local Government Act 1993, Clause 212 of the Local Government (General) Regulations 2005 and Council’s Investment Policy. For further information about Councils investment portfolio and performance refer to Councils Monthly Investment Report included in Councils Business Paper

	General
	\$000
Total External Restricted Funds	33,339
Total Internal Restricted Funds	43,006
Total Restricted	76,345
Total Funds Invested as per Investment Report (31-3-23)	80,172
Total Cash at Bank (31-3-23)	6,694
	86,866
Total Available Working Capital	10,521

CASH

I, PAUL PAY, as Council’s Responsible Accounting Officer, hereby certify that the bank balances, as per General Ledger, have been reconciled with the bank statements for the month of March, 2023, and the details have been recorded. For further information about Councils bank reconciliations refer to Councils Monthly Financial Statements report included in the Council Business Paper

RECONCILIATION

I, PAUL PAY, as Council’s Responsible Accounting Officer, hereby certify that the investment balances, as per General Ledger, have been reconciled with the investment report for the month of March, 2023, and the details have been recorded. For further information about Councils investment portfolio and performance refer to Councils Monthly Investment Report included in the Councils Business Paper.

CAPITAL EXPENDITURE 2022/2023

PROGRAM	LEDGER NUMBER	DESCRIPTION	ORIGINAL CAPITAL BUDGET		ADJUSTED CAPITAL BUDGET		Classification	% Complete	FUNDING		AMOUNT
			AMOUNT	SECTION TOTAL	AMOUNT	SECTION TOTAL					
ADMINISTRATIVE SERV.	159060-1000	OFFICE FURNITURE & EQUIPMENT-DESKS, CHAIRS	5,200		5,200		Renewal	0%			
	134940-1000	ACQUISITION OF ART PRIZE	4,500		4,500		New Asset	26%			
	160470-1000	ART GALLERY REFURBISHMENTS	5,000	14,700	5,000	14,700	Renewal	0%			
ENGINEERING	160800-1100	ENGINEERS INSTRUMENTS & EQUIPMENT	2,100	2,100	2,100	2,100	New Asset	0%			
BUSH FIRE	159141-1000	EQUIPMENT ISSUES	200,000	200,000	145,592	145,592	Renewal	0%	GRANT	121121-1000	145,592
SES	132851-4450	SES BUILDING UPGRADE	7,150	7,150	7,150	7,150	Renewal	0%			
INFORMATION SERVICES	130101-1000	COMPUTER EQUIPMENT	76,290		225,472		Renewal	2%			
	130111-5130	COMPUTER EQUIPMENT - NEW PRINTING EQUIPMENT	39,200		39,200		Renewal	76%			
	130111-5162	COMPUTER EQUIPMENT - NEW HARDWARE	32,000	147,490	32,000	296,672	Renewal	19%			
SPORTING FIELDS	160660-1100	SPORTS GROUND IMPROVEMENT-SPORT CNL	20,000		20,000		New Asset	0%	CONTRIBUTION	127090-1000	10,000
	137103-1000	INVERELL SWIMMING POOL REDEVELOPMENT	10,000,000		16,060,000		New Asset	1%	LOANS	163521-4630	10,000,000
									GRANT	137104-1000	6,060,000
	160541-1000	INVERELL NETBALL COURTS UPGRADE-SCCF4 FUNDING			535,150		Renewal	77%	GRANT	121219-1000	485,150
	139467-1000	SPORTS COMPLEX-ATHLETICS PRECINCT FOOTPATH-LRCIP3 FUNDING			325,000		New Asset	6%	GRANT	121984-1000	325,000
	160671-1000	ASHFORD SPORTS GROUND-SCCF FUNDING			15,440		New Asset	0%	GRANT	121218-1000	15,440
	134929-1000	EQUESTRIAN CENTRE UPGRADE	4,000	10,024,000	4,000	16,959,590	Renewal	0%			
OPEN SPACE	160562-1000	CAMPBELL PARK			19,035		Renewal	0%			
	160563-1000	VICTORIA PARK			60,000		New Asset	0%			
	139466-1000	PARKS UPGRADE-ALL ABILITIES PLAYGROUNDS-LRCIP3 FUNDING			300,000		Renewal	15%	GRANT	121984-1000	300,000
	147998-1000	PUMP TRACK CONSTRUCTION - BLERF5 FUNDING			366,916		New Asset	64%	GRANT	121337-1000	366,916
	147999-1000	LAKE INVERELL TOILET BLOCK CONSTRUCTION-BLERF3 FUNDING			357,534		Renewal	63%	GRANT	121338-1000	357,534
	148003-1000	TINGHA RECREATION RESERVE-SOLAR LIGHTING-BCRRF2			4,276		New Asset	0%	GRANT	121349-1000	4,276
	160546-1000	JOSEPH WILLS PARK UPGRADE-CRIF FUNDING			80,780		New Asset	0%	GRANT	160545-1000	80,780
	160551-1000	UPGRADE 3 RESIDENTAL PARKS INVERELL-BSBRGP FUNDING			50,000		Renewal	50%	GRANT	160547-1000	50,000
	160552-1000	UPGRADE WARATAH PARK-BSBRGP FUNDING			48,302		Renewal	4%	GRANT	160547-1000	48,302
	160670-1000	LIGHTING HALF BASKETBALL COURTS-SCCF FUNDING			28,416		New Asset	0%	GRANT	121216-1000	28,416
	160770-1000	LAKE INVERELL - DRAINAGE & FOOTPATHS-CLIR FUNDING			100,000	1,415,259	New Asset	13%	GRANT	160766-1000	100,000
CEMETERY	136391-4450	CEMETERY	15,000	15,000	15,000		New Asset	0%			
	136416-1000	CEMETERY-ASHFORD-TOILET BLOCK CONSTRUCTION-CLMRSP			16,859		New Asset	100%	GRANT	121215-1000	16,859
	147999-1000	CEMETERY-ASHFORD TOILET BLOCK CONSTRUCTION-BLERF3 FUNDING			41,025	72,884	New Asset	0%	GRANT	121338-1000	41,025
LIBRARY	160180-1100	LIBRARY-CORPORATE SERVICE COLLECTION	1,490		1,490		Renewal	0%			
	160190-1000	LIBRARY BOOKS	62,360		70,597		Renewal	64%			
	160200-1000	LIBRARY BOOKS - CO-OPERATIVE CONTRIBUTION	23,190		23,190		Renewal	100%			
	160240-1000	NON BOOK MATERIALS-VIDEOS CASSETTES ETC.	10,210		10,210		Renewal	70%			
	160245-1000	LIBRARY - OFFICE EQUIPMENT	2,000		2,000		Renewal	0%			
	160270-1000	LIBRARY SECURITY SYSTEM	2,380		2,380		Renewal	0%			
	160387-1000	LIBRARY - PRIORITY FUNDING			35,094		Renewal	103%	GRANT	160389-1000	35,094
	160395-1000	LIBRARY-SPECIAL GRANT PROJECT	26,500	128,130	62,987	207,948	Renewal	0%	GRANT	160389-1000	62,987
OTHER NEW INFRASTRUCTURE ASSETS	129361-1000	MINOR COMMUNITY INFRASTRUCTURE ASSETS	40,000		28,500		New Asset	0%			
	129391-1000	SPECIAL PROJECTS	40,000		40,000			93%			
	159772-1000	ENERGY EFFICIENCY PROGRAM	40,000	120,000	192,333		New Asset	0%			
	147835-1000	TINGHA CARAVAN PARK			152,655		Renewal	55%	GRANT	121987-1000	99,265
	139463-1000	DOG POUND CONSTRUCTION - LRCIP3 FUNDING			1,116,710		Renewal	3%	GRANT	121984-1000	1,096,710
	134326-1000	VILLAGE SIGNAGE			29,559		New Asset	0%			
	160549-1000	SIGN INSTALLATION - FIRE DANGER SIGNS - BSBGRP FUNDING			43,694		New Asset	0%	GRANT	160547-1000	39,325
	160674-1000	NSW PARTNERSHIP-LOCAL COUNCIL PROGRAM			20,000		New Asset	0%	GRANT	121217-1000	20,000
AERODROME	147124-1000	AERODROME			286,637		Renewal	99%	GRANT	121988-1000	251,637
WASTE	159761-1000	GARBAGE EQUIPMENT PURCHASES			450,000		Renewal	2%	AERODROME IRA	161750-6220	35,000
									DOMESTIC WASTE IRA	161660-6220	450,000
LAND	159000-1000	LAND PURCHASE			70,000	2,430,088	New Asset	9%	LAND PURCH-IRA	161970-6220	70,000
PLANT	161590-1000	SMALL PLANT	80,000		80,000		Renewal	45%	PLANT REPLACE. IRA	161680-6220	1,024,990
	161610-1000	WORKSHOP EQUIPMENT	40,000		40,000		Renewal	20%	Less Sales	168100/16811	(711,000)
	161600-1000	LIGHT CARS/TRUCKS	825,500	1,735,990	825,500	1,735,990	Renewal	48%			313,990
	161620-1000	HEAVY PLANT	790,490		790,490		Renewal	12%			
TOTAL			12,394,560	12,394,560		23,287,973			REVENUE FUNDING REQUIRED		1,836,939
SEWERAGE	907170-1000	OTHER EQUIPMENT	14,000		95,000		New Asset	100%	CAPITAL WORKS IRA	907360-6220	415,500
	907110-1100	MAINS RELINING PROGRAM			132,278		Renewal	0%			
	906541-1100	FITTING AND INSTALLATIONS	10,000		10,000		Renewal	0%			
	907250-3100	RETICULATION MAINS	107,690		465,478		Renewal	0%			
	907320-3050	SEWER TREATMENT WORKS - DELUNGRA			100,000		Renewal	0%			
	907320-3070	SEWER TREATMENT WORKS - GILGAI			280,000		Renewal	0%			
	907321-3100	SEWER TREATMENT WORKS - INVERELL	1,200,000		2,327,839		Renewal	0%			
	907270-1000	PUMPING STATIONS			1,378,973		Renewal	0%			
	907272-1000	TELEMENTRY UPGRADES - INVERELL			53,940		Renewal	0%			
	907272-3050	TELEMENTRY UPGRADES - DELUNGRA			100,000		Renewal	0%			
	907322-1000	PUMPING STATIONS - Tingha / Pod replacements			100,000		Renewal	68%			
TOTAL			1,331,690	1,331,690		5,023,508			REVENUE FUNDING REQUIRED		756,190
WATER	813220-1100	MAINS REPLACEMENT - INVERELL	118,460		346,027		Renewal	0%			
	813230-3100	MINOR MAINS EXTENSIONS-INVERELL	53,840		53,840		New Asset	1%	CAPITAL WORKS IRA	813380-6220	-
	813282-1000	PUMP STATION UPGRADES	50,000		278,395		Renewal	13%			
	813290-3100	OTHER EQUIPMENT	11,000		65,118		New Asset	0%			
	813285-1000	BACKFLOW PREVENTION	50,000		978,750		Renewal	0%			
	813260-3100	TREATMENT PLANTS	292,000		1,864,775		Renewal	2%	GRANT	812234-1000	50,314
	813342-1000	RESERVOIRS CAPITAL UPGRADES	235,000		540,242		Renewal	0%			
	813180-1000	CAPITAL INFRASTRUCTURE WORKS	732,000		732,000		Renewal	0%			
	813280-3100	METERING - INVERELL	73,900		263,560		Renewal	12%			
	813280-3230	METERING - YETMAN									
	813280-3020	METERING - BONSHAW									
TOTAL			1,616,200	1,616,200		5,122,707			REVENUE FUNDING REQUIRED		1,471,740
ROADS	135960-3100	URBAN DRAINAGE RECONSTRUCTION-Construction Costs	146,770		146,770		Renewal	0%			
	135960-3070	URBAN DRAINAGE RECONSTRUCTION-Gilgai-Construction Costs			510,605		Renewal	0%			
	138270-1000	URBAN WORKS PROGRAM	500,155		-		Renewal	0%			
	139456-1000	TAYLOR AVENUE / MR 187 INTERSECTION WORKS			300,000		Renewal	98%			
	139461-1000	PREMIER LANEWAY UPGRADE			40,100		Renewal	107%			
	141331-4450	CBD WORKS	19,090		-		Renewal	0%			
	140833-1000	SH12 ROUNDABOUT WORKS			10,570		New Asset	119%			
	137561-1000	BLOCK GRANT WORKS	714,395		520,945		Renewal	78%	GRANT	122400-4450	538,495
	138691-1000	ACRD GRANT WORKS	2,039,540		2,117,540		Renewal	41%	GRANT	122760-1000	2,039,540
	138730-4450	3x4 GRANT WORKS	160,000		-		Renewal	0%	GRANT	122860-4450	-
	138271-1000	ACTIVE TRANSPORT PROGRAM (PAMP)	47,735		57,305		New Asset	0%			
	138280-1000	REPAIR PROGRAM WORKS - Total Allocation	1,089,986		1,089,986		Renewal	0%	GRANT	122460-1000	1,089,986
	143136	REPAIR PROGRAM WORKS - MR137 (Wandera South)			375,139		Renewal	394%			
	139503-1000	FIXING LOCAL ROADS - Howell road			875,000		Renewal	82%	GRANT	122915-1000	875,000
	139504-1000	FIXING LOCAL ROADS - Moore street			1,215,547		Renewal	1%	GRANT	122916-1000	1,215,547
	138400-1000	ROADS TO RECOVERY PROGRAM WORKS			1,402,055		Renewal	69%	GRANT	122880-1000	1,402,055
	139435-1000	RESTART PROGRAM - MR 187 - YETMAN ROAD			2,451,039		Renewal	44%	GRANT	139435-1000	1,780,275
	139450-1000	BUSHFIRE PAYMENT-WALKER BRIDGE REPLACEMENT			510,876		Renewal	0%	GRANT	121991-1000	510,876
	139460-1000	FIXING COUNTRY BRIDGES - MATHER BRIDGE REPLACEMENT			4,188,981		Renewal	1%	GRANT	122913-1000	3,938,981
	139465-1000	LRCIP3 - MR 73 GILGAI SOUTH REHABILITATION			874,993		Renewal	27%	GRANT	121984-1000	874,993
	139512-1000	REMOTE ROADS UPGRADE PILOT PROGRAM			1,249,600		Renewal	0%	GRANT	139510-1000	1,249,600
	139512-1001	REMOTE ROADS UPGRADE PILOT PROGRAM -Extend seal Jones Road			341,055		New Asset	0%			
	160550-1000	INVERELL FOOTBRIDGE UPGRADE - BSBGRP FUNDING			600,000		Renewal	0%	GRANT	160547-1000	600,000
	160769-1000	INVERELL FOOTBRIDGE UPGRADE - CLIR FUNDING			150,000		Renewal	0%	GRANT	160766-1000	150,000
	160900-1000	CPTIGS - CONSTRUCT BUS SHELTERS			69,200		New Asset	40%	GRANT	160899-1000	69,200
	139120	VILLAGES DEVELOPMENT WORKS	45,540		184,504		Renewal	14%			
	139200-1000	VILLAGES BITUMEN RESEALS	25,350		25,350		Renewal	88%			
	140110-1100	GRAVEL RESHEETING MINOR ROADS	44,220		22,880		Renewal	0%			

INVERELL SHIRE COUNCIL									
INVESTMENTS HELD 31/03/2023									
Term Deposit Investment Group									
Investment	Borrower	FUND	Rating	Purchase Date	Maturity Date	Current Yield	Principal Value	Current value	Term (days)
22/23	ING Bank	General	A	19-Apr-22	19-Apr-23	2.21%	2,000,000	2,000,000	365
23/14	Police Credit Union	Water	Unrated	08-Nov-22	08-May-23	4.42%	1,000,000	1,000,000	181
23/15	Police Credit Union	General	Unrated	08-Nov-22	08-May-23	4.42%	1,000,000	1,000,000	181
22/26	Bank of Sydney	General	NR	16-May-22	16-May-23	3.10%	2,000,000	2,000,000	365
22/12	AMP BANK	General	BBB+	25-Nov-21	25-May-23	1.00%	1,000,000	1,000,000	546
22/14	AMP BANK	General	BBB+	25-Nov-21	25-May-23	1.00%	1,000,000	1,000,000	546
22/30	Commonwealth Bank	Sewer	A	07-Jun-22	07-Jun-23	3.42%	1,000,000	1,000,000	365
23/09	MyState Bank	General	BBB+	20-Sep-22	20-Jun-23	4.15%	1,500,000	1,500,000	273
21/16	National Australia Bank	Water	AA-	28-Jun-21	28-Jun-23	0.60%	1,000,000	1,000,000	730
21/17	ICBC - Industrial and C	General	A	29-Jun-21	29-Jun-23	0.70%	1,000,000	1,000,000	730
21/18	National Australia Bank	Water	AA-	29-Jun-21	29-Jun-23	0.65%	2,000,000	2,000,000	730
23/01	Commonwealth Bank	General	AA-	27-Jul-22	27-Jul-23	4.06%	2,000,000	2,000,000	365
23/02	Commonwealth Bank	General	AA-	27-Jul-22	27-Jul-23	4.06%	2,000,000	2,000,000	365
23/26	Macquarie Bank	General	A	29-Mar-23	31-Jul-23	4.50%	1,000,000	1,000,000	124
23/16	Police Credit Union	General	Unrated	08-Nov-22	08-Aug-23	4.50%	1,000,000	1,000,000	273
23/19	AMP BANK	General	BBB+	07-Dec-22	07-Sep-23	4.35%	2,000,000	2,000,000	274
23/03	Bank of Queensland	General	BBB+	13-Sep-22	13-Sep-23	4.09%	1,000,000	1,000,000	365
23/04	National Australia Bank	General	AA-	13-Sep-22	13-Sep-23	4.10%	2,000,000	2,000,000	365
23/05	National Australia Bank	General	AA-	13-Sep-22	13-Sep-23	4.10%	2,000,000	2,000,000	365
23/06	Westpac Bank	Water	AA-	19-Sep-22	19-Sep-23	4.33%	1,000,000	1,000,000	365
23/08	Westpac Bank	Sewer	AA-	20-Sep-22	20-Sep-23	4.32%	1,000,000	1,000,000	365
23/27	Bank of Queensland	General	BBB+	29-Mar-23	29-Sep-23	4.60%	2,000,000	2,000,000	184
23/12	Suncorp	Sewer	A	05-Oct-22	05-Oct-23	4.33%	1,500,000	1,500,000	365
23/10	AMP BANK	General	BBB+	05-Oct-22	05-Oct-23	4.30%	2,000,000	2,000,000	365
22/09	National Australia Bank	General	AA-	06-Oct-21	06-Oct-23	0.64%	1,000,000	1,000,000	730
23/13	Westpac Bank	General	AA-	19-Oct-22	19-Oct-23	4.43%	2,000,000	2,000,000	365
22/10	Westpac Bank	General	AA-	25-Oct-21	25-Oct-23	0.91%	2,000,000	2,000,000	730
22/11	Westpac Bank	General	AA-	25-Nov-21	27-Nov-23	1.28%	1,000,000	1,000,000	732
22/28	AMP BANK	General	BBB+	27-May-22	27-Nov-23	3.30%	2,000,000	2,000,000	549
23/17	AMP Bank	Water	BBB	25-Nov-22	27-Nov-23	4.60%	1,000,000	1,000,000	367
22/27	Australian Unity Bank	General	BBB	26-May-22	27-Nov-23	3.50%	1,000,000	1,000,000	550
22/15	ICBC - Industrial and C	General	A	02-Dec-21	04-Dec-23	1.36%	2,000,000	2,000,000	732
22/16	ICBC - Industrial and C	General	A	02-Dec-21	04-Dec-23	1.36%	2,000,000	2,000,000	732
22/17	ICBC - Industrial and C	Water	A	02-Dec-21	04-Dec-23	1.36%	1,000,000	1,000,000	732
22/18	Bank of Sydney	General	NR	07-Dec-22	07-Dec-23	4.60%	2,000,000	2,000,000	365
23/20	ING Bank	General	A	23-Jan-23	23-Jan-24	4.50%	1,500,000	1,500,000	365
23/25	Bank of Sydney	General	Unrated	24-Mar-23	24-Jan-24	4.70%	2,000,000	2,000,000	306
23/21	Commonwealth Bank	Sewer	AA	27-Feb-23	27-Feb-24	5.06%	2,000,000	2,000,000	365
22/20	MyState Bank	General	BBB	02-Mar-22	04-Mar-24	1.70%	2,000,000	2,000,000	733
22/21	Bank of Queensland	General	BBB+	02-Mar-22	04-Mar-24	1.70%	1,000,000	1,000,000	733
23/22	AMP BANK	General	BBB+	20-Mar-23	19-Mar-24	4.80%	1,000,000	1,000,000	365
23/07	Bank of Sydney	Water	BBB+	20-Mar-23	20-Mar-24	4.85%	1,500,000	1,500,000	366
21/11	ICBC - Industrial and C	Water	A	26-Mar-21	26-Mar-24	0.82%	2,000,000	2,000,000	1096
22/03	National Australia Bank	General	AA-	27-Aug-21	27-Aug-24	0.85%	2,000,000	2,000,000	1096
23/11	ING Bank	General	A	05-Oct-22	08-Oct-24	4.75%	2,000,000	2,000,000	734
23/23	Auswide Bank	General	BBB	24-Mar-23	24-Mar-25	4.80%	1,000,000	1,000,000	731
23/24	Auswide Bank	Water	BBB	24-Mar-23	24-Mar-25	4.80%	1,000,000	1,000,000	731
21/13	ICBC - Industrial and C	Water	A	27-May-21	27-May-26	1.40%	1,000,000	1,000,000	1826
21/14	ICBC - Industrial and C	Sewer	A	27-May-21	27-May-26	1.40%	1,000,000	1,000,000	1826
21/15	ICBC - Industrial and C	General	A	27-May-21	27-May-26	1.40%	1,000,000	1,000,000	1826
						TOTALS	74,000,000	74,000,000	
* Yield changes every 3 months and is a margin over the 3 month BBSW (Bank Bill Swap Rate)									
180 Day Deposit Accounts									
As at Date	Borrower	FUND	Rating	Purchase Date	Maturity Date	Current Yield	Principal Value	Current value	Term
Sub Total - Cash Deposits Accounts Investment Group									
Cash Deposit Accounts									
As at Date	Borrower	FUND	Rating	Purchase Date	Maturity Date	Current Yield	Value at beg year	Current value	Term
31/03/2023	Commonwealth Bank	General	A	9/11/2020		0.00%		1,194.89	
31/03/2023	Macquarie Bank	General	AA-	9/11/2020		3.70%	2,028,504	2,067,755.41	
31/03/2023	Macquarie Bank	Water	AA-	9/11/2020		3.70%	2,516,481	2,565,175.04	
31/03/2023	Macquarie Bank	Sewer	AA-	9/11/2020		3.70%	1,508,674	1,537,866.90	
Sub Total - Cash Deposit Accounts									
						-	-	6,171,992	-
							TOTAL	80,171,992	

INVERELL SHIRE COUNCIL FINANCIAL RESERVES

2 May 2023

RESERVE TYPE	FINANCIAL RESERVE	PURPOSE	BALANCE 30/6/2022 \$	TRANSFER TO \$	TRANSFER FROM \$	EST BALANCE 30/6/2023 \$	TRANSFER TO \$	TRANSFER FROM \$	EST BALANCE 30/6/2024 \$
EXTERNALLY RESTRICTED RESERVES	Domestic Waste Management	To fund the development, operation, maintenance and capital expenditure waste collection operations	1,144,772.26	64,215.00	450,000.00	758,987.26	11,044.00	-	770,031.26
	Water Fund Reserve	To fund the development, operation, maintenance and capital expenditure for Council's water network.	8,154,530.00	-	17,000.00	8,137,530.00	-	-	8,137,530.00
	Sewerage Services	To fund the development, operation, maintenance and capital expenditure for Council's sewer network	3,588,498.82	-	427,500.00	3,160,998.82	-	-	3,160,998.82
	TOTAL EXTERNALLY RESTRICTED		12,887,801.08	64,215.00	894,500.00	12,057,516.08	11,044.00	-	12,068,560.08
INTERNALLY RESTRICTED RESERVES	Emergency Services Reserve	To ensure that adequate funds are to support emergency service volunteers	379,359.00	-	-	379,359.00	-	-	379,359.00
	Building Infrastructure Reserve	To fund the maintenance and capital improvement/ refurbishments of Councils large building assets	1,079,020.79	-	100,000.00	979,020.79	-	-	979,020.79
	Community Infrastructure Reserve	To fund the maintenance and capital improvement/ refurbishments of Councils community assets	9,404,263.00	11,867,434.00	485,000.00	20,786,697.00	-	17,096,959.00	3,689,738.00
	Economic Development Reserve	To provide funds for strategic projects, land purchase and development and industry and tourism promotions as included in Councils Community Strategic Plan, Delivery Plan, Operation Plan	1,225,559.77	-	170,000.00	1,055,559.77	-	-	1,055,559.77
	Transport Infrastructure Reserve	To fund major transport infrastructure projects as identified by Council	6,050,129.00	100,000.00	4,147,434.00	2,002,695.00	100,000.00	90,660.00	2,012,035.00
	Employee Provisions Reserve	To ensure that adequate funds are available to finance employee entitlements, training and work compensation	1,962,505.46	-	-	1,962,505.46	-	-	1,962,505.46
	Information Technology Reserve	To fund the replacement and expansion of existing information technology systems and equipment	1,739,344.00	-	-	1,739,344.00	-	-	1,739,344.00
	Plant Replacement Reserve	Cash restricted for use in replacing plant and equipment to enable a continuity of operations to meet the needs and expectations of Council and the community	2,542,438.00	1,852,399.00	1,024,990.00	3,369,847.00	1,968,000.00	2,094,000.00	3,243,847.00
	Financial Risk Reserve	To provide funds to mitigate against financial risks including, unanticipated increase insurance, work compensation, decreases in investment returns	2,323,722.00	-	534,000.00	1,789,722.00	-	-	1,789,722.00
	Waste Management Services	To fund the development, operation, maintenance and capital expenditure for Council's waste management facilities including landfill and transfer stations	4,614,558.74	300,000.00	500,000.00	4,414,558.74	425,000.00	-	4,839,558.74
	TOTAL INTERNALLY RESTRICTED		31,320,899.76	14,119,833.00	6,961,424.00	38,479,308.76	2,493,000.00	19,281,619.00	21,690,689.76
TOTAL FINANCIAL RESERVES		44,208,700.84	14,184,048.00	7,855,924.00	50,536,824.84	2,504,044.00	19,281,619.00	33,759,249.84	
General Fund - Internally Restricted		31,320,899.76	14,119,833.00	6,961,424.00	38,479,308.76	2,493,000.00	19,281,619.00	21,690,689.76	
General Fund - Externally Restricted		1,144,772.26	64,215.00	450,000.00	758,987.26	11,044.00	-	770,031.26	
Water Fund - Externally Restricted		8,154,530.00	-	17,000.00	8,137,530.00	-	-	8,137,530.00	
Sewer Fund - Externally Restricted		3,588,498.82	-	427,500.00	3,160,998.82	-	-	3,160,998.82	
		44,208,700.84	14,184,048.00	7,855,924.00	50,536,824.84	2,504,044.00	19,281,619.00	33,759,249.84	

INVERELL SHIRE COUNCIL DETAILED FINANCIAL RESERVES BALANCES

2 May 2023

FINANCIAL RESERVE	PURPOSE	BALANCE 30/6/2022 \$	TRANSFER TO \$	TRANSFER FROM \$	BALANCE 30/6/2023 \$	TRANSFER TO \$	TRANSFER FROM \$	ESTIMATED BALANCE 30/6/2024 \$	COMMENTS
EMERGENCY SERVICES RESERVE									
SES Building	SES Building maintenance and refurbishments	168,554.00			168,554.00			168,554.00	
Emergency Services Equipment	SES and RFS Equipment maintenance and replacement	210,805.00			210,805.00			210,805.00	
		379,359.00	-	-	379,359.00	-	-	379,359.00	
BUILDING INFRASTRUCTURE RESERVE									
Library Building	Library Building maintenance and Refurbishments	202,000.00			202,000.00			202,000.00	
Connections Building	Connections Building maintenance and Refurbishments	72,183.61			72,183.61			72,183.61	
Town Hall	Town Hall Building maintenance and Refurbishments	100,000.00			100,000.00			100,000.00	
Other Buildings	Other Building maintenance and Refurbishments	704,837.18		100,000.00	604,837.18			604,837.18	Building Maintenance 154,837.00 Refurbish Tingha Toilets 50,000.00 Council Contribution towards new Dog Pound 400,000.00
		1,079,020.79	-	100,000.00	979,020.79	-	-	979,020.79	
COMMUNITY INFRASTRUCTURE RESERVE									
Copeton Northern Foreshores (CNFS)	Maintenance and improvements at CNFS	267,419.00			267,419.00			267,419.00	
Inverell Hockey Facility	Field Resurfacing - Provision for Surface Renewal	450,000.00		450,000.00	-			-	Transferred to IAC
Swimming Pools Upgrade/Fencing	Future Upgrades (includes Transfer from Provisions)	8,380,514.00	11,867,434.00		20,247,948.00		17,096,959.00	3,150,989.00	Includes \$1M unexpended loan funds as at 30 June 2023 Included \$1867M transferred from other IRA as per Council Resolution
Open Spaces Upgrades		110,000.00			110,000.00			110,000.00	
Aerodrome Upgrade/Mtc	Future capital improvements at Inverell Airport	196,330.00		35,000.00	161,330.00			161,330.00	
		9,404,263.00	11,867,434.00	485,000.00	20,786,697.00	-	17,096,959.00	3,689,738.00	
WASTE MANAGEMENT RESERVE									
Garbage Depot Land Purchase Etc	Provisions for fund garbage depot land purchases	261,036.00			261,036.00			261,036.00	
Garbage Degradation/Rehab.	Rehabilitation Provisions for waste landfills	527,475.90	150,000.00		677,475.90	150,000.00		827,475.90	
Waste Infrastructure	Purchase of waste infrastructure in accordance with Council Waste Implementation Strategy	3,157,766.84	75,000.00		3,232,766.84	150,000.00		3,382,766.84	
Waste-Externality Sustainability		668,280.00	75,000.00	500,000.00	243,280.00	125,000.00		368,280.00	\$500K transferred to IAC
		4,614,558.74	300,000.00	500,000.00	4,414,558.74	425,000.00	-	4,839,558.74	
ECONOMIC DEVELOPMENT RESERVE									
Land Purchases	Funding for Strategic Land Purchases	450,000.00		70,000.00	380,000.00			380,000.00	
Industrial Development	Industrial Land Development - Subdivision costs	287,595.00			287,595.00			287,595.00	
Residential Development	Residential Land Development - Subdivision costs	7,309.77			7,309.77			7,309.77	
Strategic Capital Infrastructure Fund	Residual allocations of Council's Strategic Capital Infrastructure Fund	4,450.00			4,450.00			4,450.00	
Strategic Development Fund	Funding for strategic projects	100,611.00			100,611.00			100,611.00	Inverell Community Gardens 65,000.00
Industry/Tourism Promotion	Tourism Brochure, initiatives to support local business	375,594.00		100,000.00	275,594.00			275,594.00	\$100K transferred to IAC
		1,225,559.77	-	170,000.00	1,055,559.77	-	-	1,055,559.77	
TRANSPORT INFRASTRUCTURE RESERVE									
Road Resumptions	Funding for road resumptions	20,000.00			20,000.00			20,000.00	
Gravel Pit Restoration	Funding for gravel pit rehabilitation	267,707.00	50,000.00	45,000.00	272,707.00	50,000.00	45,330.00	277,377.00	
Gravel Pit Restoration -Roads	Funding for gravel pit road access rehabilitation	204,988.00	50,000.00	45,000.00	209,988.00	50,000.00	45,330.00	214,658.00	
Economic Develop/Growth Assets	Tingha Bridge Roundabout	5,557,434.00		4,057,434.00	1,500,000.00			1,500,000.00	Tingha Bridge Roundabout 2,540,000.00
	Gwydir Highway/Rosslyn Street Roundabout								Gwydir Highway/Rosslyn Street Roundabout 1,000,000.00
	Gwydir Highway/Mansfield St Intersection								Gwydir Highway/Mansfield St Intersection 500,000.00
	Chester Street Renewal - Heavy vehicle route								Chester Street Renewal - Heavy vehicle route 1,000,000.00
	Oliver Street Extension								Oliver Street Extension (Transferred to IAC) -
	Initial Allocation towards TCP Stage 3								Initial Allocation towards TCP Stage 3 (Transferred to IAC) -
		6,050,129.00	100,000.00	4,147,434.00	2,002,695.00	100,000.00	90,660.00	2,012,035.00	
EMPLOYEE PROVISIONS RESERVE									
Employee Training (Statutory)	Provisions for statutory training	460,795.00			460,795.00			460,795.00	
Employee Leave Entitlements	Restricted - Minimum Statutory Requirement	1,501,710.46			1,501,710.46			1,501,710.46	
		1,962,505.46	-	-	1,962,505.46	-	-	1,962,505.46	
INFORMATION TECHNOLOGY RESERVE									
Computer/IT Systems Upgrades	Replacement of key IT equipment and essential Software upgrades/replacements	1,739,344.00			1,739,344.00			1,739,344.00	
FLEET REPLACEMENT RESERVE									
Plant Replacement	Plant Fleet Asset Renewals, new truck wash and fleet storage shed	2,542,438.00	1,852,399.00	1,024,990.00	3,369,847.00	1,968,000.00	2,094,000.00	3,243,847.00	
FINANCIAL RISK RESERVE									
Workers Comp Insurance	Provisions for increase in workers compensation base on claims history	857,301.00		200,000.00	657,301.00			657,301.00	\$200K Transferred to IAC
Insurance Excess/Self Insurance	Provision for increases in insurance	209,848.00			209,848.00			209,848.00	
Interest Equalisation	Provision to fund unanticipated movements in interest rates	827,737.00		109,000.00	718,737.00			718,737.00	
Local Government Elections	Provision to fund Local Government Elections	42,970.00			42,970.00			42,970.00	
Emergency Services Levy	Provision for increases in Emergency Services Levy	160,866.00			160,866.00			160,866.00	
Emergency Management (Fire, Flood, Storm)	Council Contribution towards natural disasters	225,000.00		225,000.00	-			-	
		2,323,722.00	-	534,000.00	1,789,722.00	-	-	1,789,722.00	
FUND TOTAL		31,320,899.76	14,119,833.00	6,961,424.00	38,479,308.76	2,493,000.00	19,281,619.00	21,690,689.76	
DOMESTIC WASTE MANAGEMENT									
Domestic Waste Management	Restricted - Statutory Requirement	1,144,772.26	64,215.00	450,000.00	758,987.26	11,044.00		770,031.26	Replacement of Garbage Bins and Implementation of FOGO service
DOMESTIC WASTE MANAGEMENT FUND TOTAL		1,144,772.26	64,215.00	450,000.00	758,987.26	11,044.00	-	770,031.26	
WATER FUND RESERVE									
Employee Leave Entitlements	Restricted - Statutory Requirement	130,000.00			130,000.00			130,000.00	
Equipment Breakdown	Promoting Better Practice Recommendation	534,446.00			534,446.00			534,446.00	
Revenue Equalisation	Best Practice Guidelines - Funds movements in water sales	1,876,763.00			1,876,763.00			1,876,763.00	
Interest Equalisation	Interest equalisation reserve - funds moves in interest rates	409,251.00		17,000.00	392,251.00			392,251.00	
Future Capital Works	Water augmentation and mains replacement	5,204,070.00		-	5,204,070.00			5,204,070.00	
WATER FUND TOTAL		8,154,530.00	-	17,000.00	8,137,530.00	-	-	8,137,530.00	
SEWERAGE SERVICES									
Employee Leave Entitlements	Restricted - Statutory Requirement	67,000.00			67,000.00			67,000.00	
Interest Equalisation	Interest equalisation reserve - funds moves in interest rates	304,734.00		12,000.00	292,734.00			292,734.00	
Equipment Breakdown	Promoting Better Practice Recommendation	327,064.82			327,064.82			327,064.82	
Future Capital Works	Inverell Sewer Treatment Plant and Pump Station 1 renewal and mains relining	2,889,700.00		415,500.00	2,474,200.00			2,474,200.00	
SEWER FUND TOTAL		3,588,498.82	-	427,500.00	3,160,998.82	-	-	3,160,998.82	
TOTAL OF ALL FUNDS		44,208,700.84	14,184,048.00	7,855,924.00	50,536,824.84	2,504,044.00	19,281,619.00	33,759,249.84	
These funds are held as Cash and Investments, primarily as Term Deposits									

INVERELL SHIRE COUNCIL
BUDGET REVIEW FOR THE QUARTER ENDING 31-3-2023
CONTRACTS

Contractor	Contract Details & purpose	Contract Value	Commencement Date	Duration of Contract	Budgeted (Y/N)
FLEET PURCHASES					
Patterson Cheney Pty Ltd. T/A Westar Truck	Tipper Truck - Western Star 4864 F52 Plus Trailer (9521)	\$ 472,525.90	20/02/2023	6 Months	Y
Patterson Cheney Pty Ltd. T/A Westar Truck	Tipper Truck - Western Star 4864 F52 Plus Trailer (9537)	\$ 472,525.90	20/02/2023	6 Months	Y
Patterson Cheney Pty Ltd. T/A Westar Truck	Tipper Truck - Western Star 4864 F52 Plus Trailer (9545)	\$ 472,525.90	20/02/2023	6 Months	Y
Hines Construction Pty Ltd	Inverell Aquatic Centre	\$ 27,476,667.90	1/05/2023	2 years	Y

- Notes
- 1. Minimum reporting level is 1% of estimated income from continuing operations or \$50,000 whichever is the lesser
 - 2. Contractors to be listed are those entered into during the quarter and have yet to be fully performed, excluding contractors that are on Council's Preferred supplier list.
 - 3. Contracts for employment are not included

Explanation of Unbudgeted Contracts

No unbudgeted contracts as at 31 March 2023

INVERELL SHIRE COUNCIL
BUDGET REVIEW FOR THE QUARTER ENDING 31-3-2023
CONSULTANCY & LEGAL EXPENSES

EXPENSE	EXPENDITURE YTD	BUDGETED (Y/N)
CONSULTANCIES		
- Heritage Advisor	13,500.00	Y
- Investment Advisor	6,388.84	Y
- Fluoridation Review-Ashford WTP	900.00	Y
- Lake Inverell Inspection	20,900.00	Y
- Waste Management - Landfill Advice	602.48	Y
LEGAL FEES	9,181.32	Y

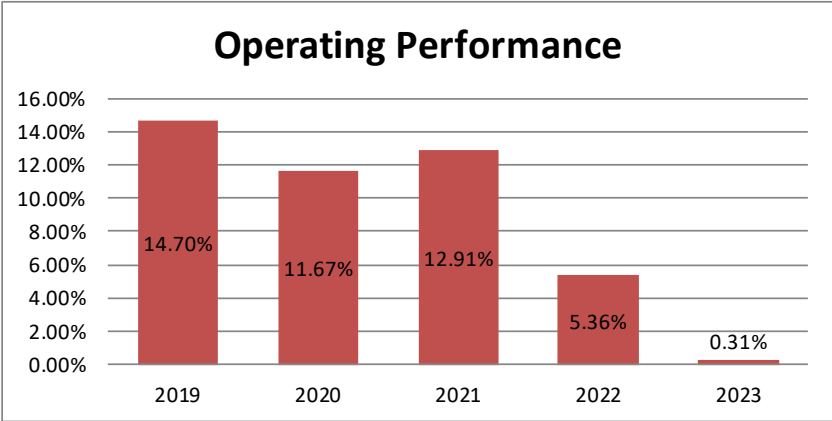
Definition of Consultant

A consultant is a person or organisation engaged under contract on a temporary basis to provide recommendations or high level special or professional advice to assist decision making by management. Generally it is the advisory nature of the work that differentiates a consultant from other contractors

Explanation of Unbudgeted Consultancy & Legal Fees

No unbudgeted Consultancy or Legal Fees as at 31 March 2023

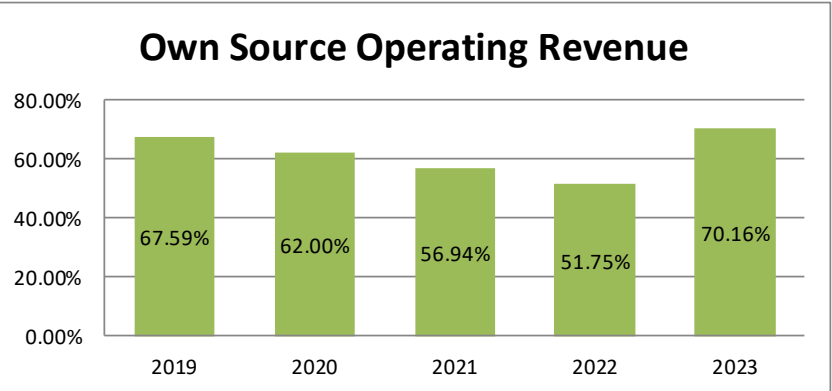
INVERELL SHIRE COUNCIL
BUDGET REVIEW FOR THE QUARTER ENDING 31-3-2023
KEY PERFORMANCE INDICATORS



The **Operating Performance Ratio** indicates that Council operating revenue, excluding capital grants and contributions are sufficient to cover operating expenditure. Council has exceeded both the benchmarks listed below

The Tcorp benchmark for the ratio is to have a deficit of less than 4%.

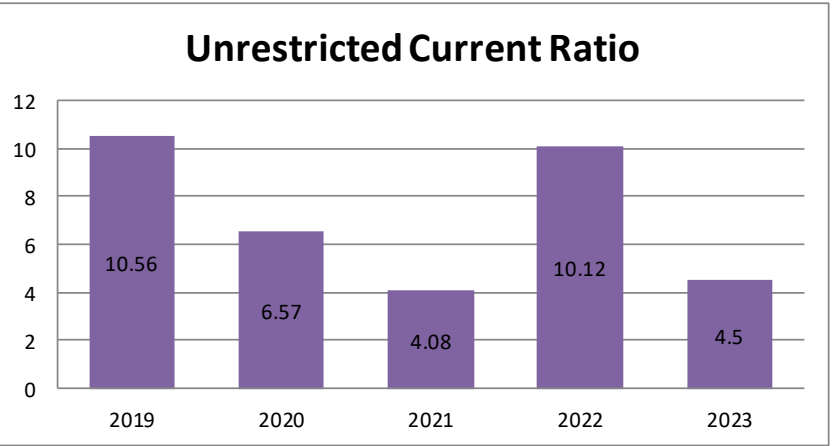
The "fit for the future" benchmark is that council should have a breakeven or better operating performance ratio over a three year period.



The **Own Source Operating Revenue** indicates that Council has a low dependence on grants and contributions. Council has exceeded both the benchmarks listed below

The Tcorp benchmark for sustainability is to have a ratio of greater than 60%

The "fit for the future" benchmark is that councils should have own source revenue of greater than 60% over a three year period.

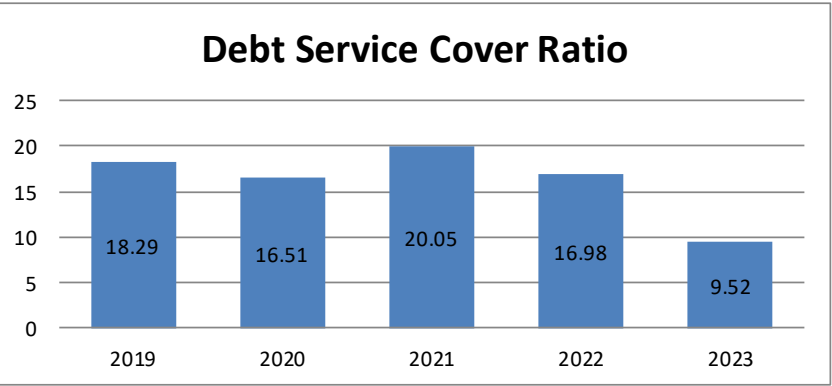


The **Unrestricted Current Ratio** excludes all current assets and liabilities that are restricted for specific purposes. These include the water, sewer, domestic waste management functions and specific purpose unexpended grants and contributions

This ratio is before setting aside cash to fund internal restrictions in the General Fund.

The Tcorp benchmark is greater than 1.5

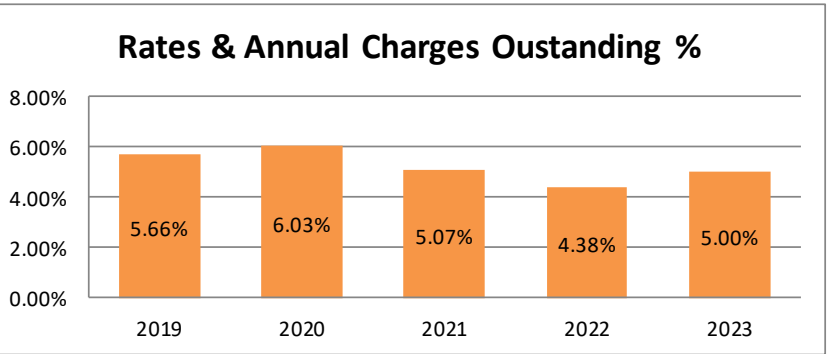
The increase in 2022 was primarily due to an increase in current investments held



The **Debt Service Ratio** indicates the extent to which council's operating revenues are committed to servicing both interest and the repayment of principal repayments on existing loans.

Council's ability to generate sufficient cash to cover its debt payments is sound and is in excess of Tcorp benchmark.

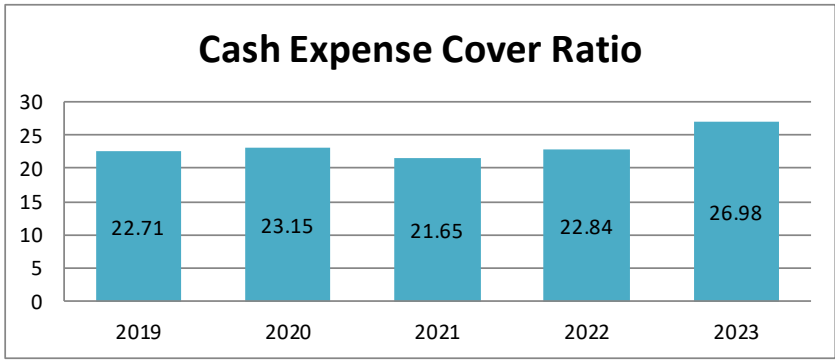
The Tcorp benchmark is to have a ratio of greater than 2.



The **Outstanding Rates Ratio** indicates the percentage of uncollected rates and charges and the adequacy of recovery efforts.

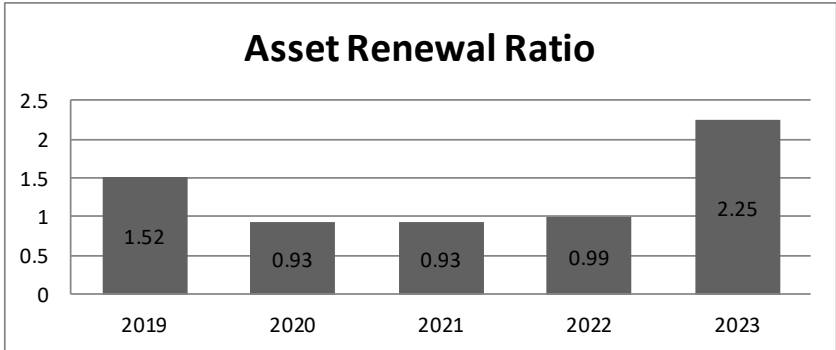
Council's ratio remains at a low level and is within benchmarks for group 11 Councils and reflects good recovery procedures as advised by Councils Auditor

The Tcorp benchmark is to have a ratio of less than 10%



The **Cash Expense Cover Ratio** indicates the number of months Council can pay its expenses without additional cash flow.

The Tcorp benchmark is to have reserves to meet at least three months of operating expenditure

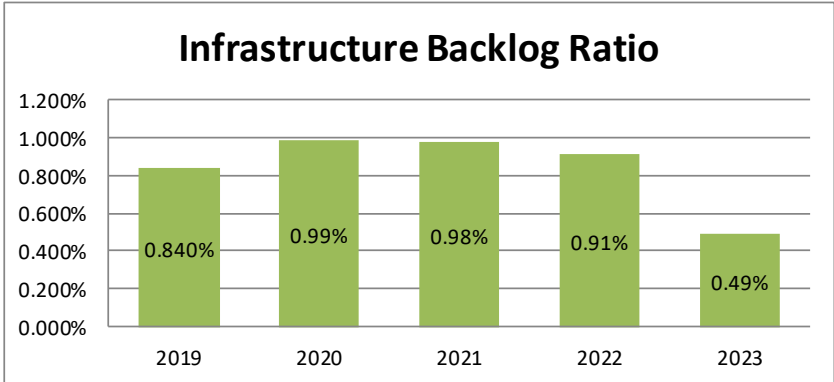


The **Asset Renewal Ratio** indicates the rate at which assets are being renewed against the rate they are being depreciated.

Council's ratio indicates that Council is expending more on asset renewals compared to the estimated asset deterioration (depreciation) across the General, Water and Sewerage Funds. This is largely due to the quantum of grant funded works being undertaken on the Shire Road Network.

The Tcorp benchmark is to have a ratio of greater then 1.

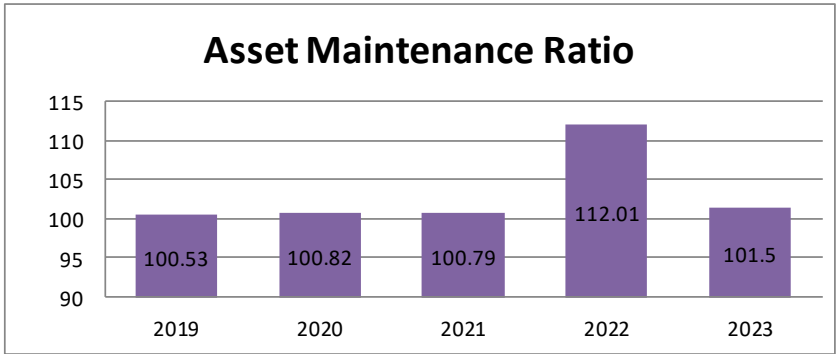
The "fit for the future" benchmark is that councils should have a ratio of greater than 1 over a three year period



The **Infrastructure Backlog Ratio** assess Council infrastructure backlog against the total value of councils infrastructure.

The Tcorp benchmark is a ratio of less than 20%.

The "fit for the future" benchmark is less than 2%



The **Asset Maintenance Ratio** compares actual asset maintenance expenses against the estimated asset maintenance required for each year.

The Tcorp benchmark is a ratio of greater than 1

The "fit for the future" benchmark is greater than 1

6.2 GOVERNANCE - MONTHLY INVESTMENT REPORT**File Number:** S12.12.2 / 23/14175**Author:** Robert Kimmince, Manager Financial Services**SUMMARY:**

To report the balance of investments held as at 30 April, 2023.

RECOMMENDATION:

The Committee recommends to Council that:

- i) the report indicating Council's Fund Management position be received and noted; and*
- ii) the Certification of the Responsible Accounting Officer be noted.*

COMMENTARY:

Contained within this report are the following items that highlight Council's Investment Portfolio performance for the month to 30 April, 2023 and an update of the investment environment:

- (a) Council's Investments as at 30 April, 2023;
- (b) Council Investments by Fund as at 30 April, 2023;
- (c) Interest – Budgeted vs. Actual;
- (d) Investment Portfolio Performance;
- (e) Investment Commentary; and
- (f) Certification – Responsible Accounting Officer.

A) Council Investments as at 30 April, 2023

Term Deposit Investment Group									
Investment	Borrower	FUND	Rating	Purchase Date	Maturity Date	Current Yield	Principal Value	Current value	Term (days)
23/14	Police Credit Union	Water	Unrated	08-Nov-22	08-May-23	4.42%	1,000,000	1,000,000	181
23/15	Police Credit Union	General	Unrated	08-Nov-22	08-May-23	4.42%	1,000,000	1,000,000	181
22/26	Bank of Sydney	General	NR	16-May-22	16-May-23	3.10%	2,000,000	2,000,000	365
22/12	AMP BANK	General	BBB+	25-Nov-21	25-May-23	1.00%	1,000,000	1,000,000	546
22/14	AMP BANK	General	BBB+	25-Nov-21	25-May-23	1.00%	1,000,000	1,000,000	546
22/30	Commonwealth Bank	Sewer	A	07-Jun-22	07-Jun-23	3.42%	1,000,000	1,000,000	365
23/09	MyState Bank	General	BBB+	20-Sep-22	20-Jun-23	4.15%	1,500,000	1,500,000	273
21/16	National Australia Bank	Water	AA-	28-Jun-21	28-Jun-23	0.60%	1,000,000	1,000,000	730
21/17	ICBC - Industrial and Commercial Bank of China	General	A	29-Jun-21	29-Jun-23	0.70%	1,000,000	1,000,000	730
21/18	National Australia Bank	Water	AA-	29-Jun-21	29-Jun-23	0.65%	2,000,000	2,000,000	730
23/01	Commonwealth Bank	General	AA-	27-Jul-22	27-Jul-23	4.06%	2,000,000	2,000,000	365
23/02	Commonwealth Bank	General	AA-	27-Jul-22	27-Jul-23	4.06%	2,000,000	2,000,000	365
23/26	Macquarie Bank	General	A	29-Mar-23	31-Jul-23	4.50%	1,000,000	1,000,000	124
23/16	Police Credit Union	General	Unrated	08-Nov-22	08-Aug-23	4.50%	1,000,000	1,000,000	273
23/19	AMP BANK	General	BBB+	07-Sep-22	07-Sep-23	4.35%	2,000,000	2,000,000	274
23/03	Bank of Queensland	General	BBB+	13-Sep-22	13-Sep-23	4.09%	1,000,000	1,000,000	365
23/04	National Australia Bank	General	AA-	13-Sep-22	13-Sep-23	4.10%	2,000,000	2,000,000	365
23/05	National Australia Bank	General	AA-	13-Sep-22	13-Sep-23	4.10%	2,000,000	2,000,000	365
23/06	Westpac Bank	Water	AA-	19-Sep-22	19-Sep-23	4.33%	1,000,000	1,000,000	365
23/08	Westpac Bank	Sewer	AA-	20-Sep-22	20-Sep-23	4.32%	1,000,000	1,000,000	365
23/27	Bank of Queensland	General	BBB+	29-Sep-23	29-Sep-23	4.60%	2,000,000	2,000,000	184
23/12	Suncorp	Sewer	A	05-Oct-22	05-Oct-23	4.33%	1,500,000	1,500,000	365
23/10	AMP BANK	General	BBB+	05-Oct-22	05-Oct-23	4.30%	2,000,000	2,000,000	365
22/09	National Australia Bank	General	AA-	06-Oct-21	06-Oct-23	0.64%	1,000,000	1,000,000	730
23/13	Westpac Bank	General	AA-	19-Oct-22	19-Oct-23	4.43%	2,000,000	2,000,000	365
22/10	Westpac Bank	General	AA-	25-Oct-21	25-Oct-23	0.91%	2,000,000	2,000,000	730
22/11	Westpac Bank	General	AA-	25-Nov-21	27-Nov-23	1.28%	1,000,000	1,000,000	732
22/28	AMP BANK	General	BBB+	27-May-22	27-Nov-23	3.30%	2,000,000	2,000,000	549
23/17	AMP Bank	Water	BBB	25-Nov-22	27-Nov-23	4.60%	1,000,000	1,000,000	367
22/27	Australian Unity Bank	General	BBB	26-May-22	27-Nov-23	3.50%	1,000,000	1,000,000	550
22/15	ICBC - Industrial and Commercial Bank of China	General	A	02-Dec-21	04-Dec-23	1.36%	2,000,000	2,000,000	732
22/16	ICBC - Industrial and Commercial Bank of China	General	A	02-Dec-21	04-Dec-23	1.36%	2,000,000	2,000,000	732
22/17	ICBC - Industrial and Commercial Bank of China	Water	A	02-Dec-21	04-Dec-23	1.36%	1,000,000	1,000,000	732
22/18	Bank of Sydney	General	NR	07-Dec-22	07-Dec-23	4.60%	2,000,000	2,000,000	365
23/20	ING Bank	General	A	23-Jan-23	23-Jan-24	4.50%	1,500,000	1,500,000	365
23/25	Bank of Sydney	General	Unrated	24-Mar-23	24-Jan-24	4.70%	2,000,000	2,000,000	306
23/28	BoQ	General	BBB	19-Apr-23	19-Jan-24	4.70%	2,000,000	2,000,000	275
23/21	Commonwealth Bank	Sewer	AA	27-Feb-23	27-Feb-24	5.06%	2,000,000	2,000,000	365
22/20	MyState Bank	General	BBB	02-Mar-22	04-Mar-24	1.70%	2,000,000	2,000,000	733
22/21	Bank of Queensland	General	BBB+	02-Mar-22	04-Mar-24	1.70%	1,000,000	1,000,000	733
23/22	AMP BANK	General	BBB+	20-Mar-23	19-Mar-24	4.80%	1,000,000	1,000,000	365
23/23	Bank of Sydney	Water	BBB+	20-Mar-23	20-Mar-24	4.85%	1,500,000	1,500,000	366
21/11	ICBC - Industrial and Commercial Bank of China	Water	A	26-Mar-21	26-Mar-24	0.82%	2,000,000	2,000,000	1096
22/03	National Australia Bank	General	AA-	27-Aug-21	27-Aug-24	0.85%	2,000,000	2,000,000	1096
23/11	ING Bank	General	A	05-Oct-22	08-Oct-24	4.75%	2,000,000	2,000,000	734
23/26	Auswide Bank	General	BBB	24-Mar-23	24-Mar-25	4.80%	1,000,000	1,000,000	731
23/24	Auswide Bank	Water	BBB	24-Mar-23	24-Mar-25	4.80%	1,000,000	1,000,000	731
21/13	ICBC - Industrial and Commercial Bank of China	Water	A	27-May-21	27-May-26	1.40%	1,000,000	1,000,000	1826
21/14	ICBC - Industrial and Commercial Bank of China	Sewer	A	27-May-21	27-May-26	1.40%	1,000,000	1,000,000	1826
21/15	ICBC - Industrial and Commercial Bank of China	General	A	27-May-21	27-May-26	1.40%	1,000,000	1,000,000	1826
						TOTALS	74,000,000	74,000,000	

Cash Deposit Accounts									
As at Date	Borrower	FUND	Rating	Purchase Date	Maturity Date	Current Yield	Value at beg year	Current value	Term
30/4/23	Commonwealth Bank	General	A	9/11/2020		0.00%		1,194.89	
30/4/23	Macquarie Bank	General	AA-	9/11/2020		3.70%	2,028,504	2,073,200.40	
30/4/23	Macquarie Bank	Water	AA-	9/11/2020		3.70%	2,516,481	2,571,929.87	
30/4/23	Macquarie Bank	Sewer	AA-	9/11/2020		3.70%	1,508,674	1,541,916.54	
Sub Total - Cash Deposit Accounts							-	6,188,242	-

B) Council Investments by Fund 30 April, 2023

Portfolio by Fund	31/03/2023	30/04/2023
General Fund	\$57,068,950	\$57,074,395
Water Fund	\$15,065,175	\$15,071,930
Sewer Fund	\$8,037,867	\$8,041,917
TOTAL	\$80,171,992	\$80,188,242

Council's investment portfolio has seen a small increase during April 2023 by \$16,250. This was in respect of normal cash flow movements for receipts collected and payments made during April 2023.

Interest – Budgeted verses Actual Result to Date

	Ledger	2022/2023 Budget \$	Actuals to Date \$	Accrued Interest to Date \$	TOTAL \$
General Fund	128820	510,000.00	568,554.06	730,474.72	1,299,028.78
Water Fund	812350	84,000.00	168,649.16	86,654.71	255,303.87
Sewer Fund	906320	60,000.00	148,265.92	78,427.12	226,693.04
TOTAL		654,000.00	885,469.14	895,556.55	1,781,025.69

Term deposit interest rates have improved recently with a 12-month term deposit now yielding 4.4 – 4.8%. Given our strong investment balances, Council is expected to exceed interest revenue targets in 2022/2023. This additional interest received during 2022/2023 will be allocated to special projects during 2023/2024.

C) Investment Portfolio Performance

Investment Portfolio Return		Benchmarks		
	% pa	RBA Cash Rate	Aus Bond Bank Bill	11am Cash Rate
Benchmark as at 30/4/2023		3.60%	3.68%	3.60%
Term Deposits	3.17%			
Cash Deposit Accounts	3.70%			
180 Day Call Account	0.00%			
Floating Rate Notes	0.00%			

D) Investment Commentary

Council's investment portfolio is currently underperforming when compared to the above benchmarking indexes. The portfolio's underperformance is expected to be temporary given the relatively high level of turnover (approximately one-quarter of the deposit portfolio is maturing within the next 6 months).

Council's investment portfolio of \$80.19M is almost entirely invested in fixed term deposits. Overall, the portfolio is highly liquid, highly rated and short-dated from a counterparty perspective.

Certification – Responsible Accounting Officer

I Paul Pay, hereby certify that the investments listed in this report have been made in accordance with Section 625 of the *Local Government Act 1993*, Clause 212 of the Local Government (General) Regulations 2005 and Council's Investment Policy.

RISK ASSESSMENT:

Nil

POLICY IMPLICATIONS:

Nil

CHIEF FINANCIAL OFFICERS COMMENT:

Council's term deposit portfolio was yielding 3.17% p.a. at month-end, with a weighted average duration of around 220 days or 7.3 months. Council is well positioned to take advantage of increasing term deposit rates as investments mature.

LEGAL IMPLICATIONS:

Nil

ATTACHMENTS:

Nil

7 CONFIDENTIAL REPORTS**RECOMMENDATION:**

That Council considers the confidential report(s) listed below in a meeting closed to the public in accordance with the reasons stated in the referral reports:

7.1 Oliver Street Land