



WALCHA COUNCIL

QUARTERLY BUDGET REVIEW

31 DECEMBER 2023



Report by Responsible Accounting Officer

The following statement is made in accordance with Clause 203(2) of the Local Government (General) Regulations 2005:

It is my opinion that the Quarterly Budget Review Statement for Walcha Council for the quarter ended 31 December 2023 indicates that Council's projected financial position at 30 June 2024 will be satisfactory at year end, having regard to the projected estimates of income and expenditure and the original budgeted income and expenditure

Signed



Rosemary Strobel

Date 22 February 2024

Responsible Accounting Officer

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1 HIGHLIGHTS

INCOME STATEMENT

Operating Result Excluding Capital Grants	Original Budget	Q1 2024 Variation	Q2 Proposed Var	Amended	YTD Actual	YTD Budget	Comment
General Fund	36,863	(513,320)	4,109,703	3,633,246	2,368,256	18,432	Prepaid funding received \$3.3M - no corresponding projects in the current budget. Projects may not be completed in the current financial year.
Water Fund	3,458	0	129,037	132,495	91,272	1,729	This fund is still expected to generate a small surplus in 2024.
Sewer Fund	24,886	0	0	24,886	19,412	12,443	No Q2 changes with a small operating surplus currently.
Consolidated Funds	65,207	(513,320)	4,238,740	3,790,627	2,478,939	32,604	

General Fund – Prepaid grant funding with no corresponding projects budgets creates an artificially high operating result. Once projects are approved and added to the budget this amount will adjust.

CAPITAL SUMMARY

Capital Works by Fund	Original Budget	Q1 2024 Variation	Q2 Proposed Variation	Amended	YTD Actual	YTD Budget	Comment
General Fund	24,465,287	1,248,362	1,327,181	27,040,830	4,863,159	12,232,644	Some changes to LRCI phase 3 projects. Addition of funded roads rehabilitation - RLRR & R2R
Water Fund	3,545,000	1,264,257	0	4,809,257	1,535,689	1,772,500	No change to capital works
Sewer Fund	200,000	79,798	0	279,798	83,307	100,000	No change to capital works
Consolidated Funds	28,210,287	2,592,417	1,327,181	32,129,885	6,482,156	14,105,144	

Changes to projects funded by LRCI phase 3 have been approved and the changes made in the budget.

Additional road rehabilitation is added to utilise remaining Roads to Recovery Funding which would otherwise be lost.

CASHFLOW SUMMARY

	Original Budget	Q1 2024 Variation	Q2 Proposed Variation	Amended	YTD Actual	YTD Budget	Comment
General Fund	(111,466)	10,840	(88,955)	(189,581)	1,588,094	(55,733)	Small cash deficit forecast
Water Fund	17,670	0	75,000	92,670	862,987	8,835	Forecast cash position has improved with interest income
Sewer Fund	8,595	(39,899)	0	(31,304)	(156,886)	4,298	No change to forecast cash position
Consolidated Funds	(85,201)	(29,059)	(13,955)	(128,215)	2,294,195	(42,601)	

Consolidated funds are still showing a small cash deficit.

2 INCOME STATEMENT

WALCHA COUNCIL - INCOME STATEMENT

WALCHA COUNCIL - INCOME STATEMENT													
		2023-2024 ORIGINAL BUDGET				QBR 2 - PROPOSED BUDGET				YTD ACTUAL			
		Consolidated	General Fund	Water Fund	Sewer Fund	Consolidated	General Fund	Water Fund	Sewer Fund	Consolidated	General Fund	Water Fund	Sewer Fund
Income from Continuing Operations													
Rates & Annual Charges	B2-1	7,011,847	6,086,525	523,832	401,490	7,011,847	6,086,525	523,832	401,490	6,571,719	6,107,010	261,666	203,043
User Charges & Fees	B2-2	5,136,677	4,375,945	587,175	173,557	5,250,055	4,489,323	587,175	173,557	1,354,599	856,016	381,755	116,828
Other Revenues	B2-3	260,205	260,205	0	0	370,205	370,205	0	0	353,824	353,824	0	0
Grants & Contributions- Operating	B2-4	5,418,998	5,418,998	0	0	9,174,149	9,174,149	0	0	3,592,506	3,592,506	0	0
Grants & Contributions - Capital	B2-4-c	23,483,155	19,938,155	3,545,000	0	26,101,019	21,251,863	4,809,257	39,899	9,014,225	5,492,616	3,614,599	-92,990
Interest & Revenue	B2-5	359,238	353,338	4,000	1,900	434,238	353,338	79,000	1,900	208,995	141,518	62,548	4,928
Other Income	B2-6	86,608	86,608	0	0	68,472	68,472	0	0	7,208	7,208	0	0
Net gains from disposal of assets	B4-1	0				0				0			
Total Income from Continuing Operations		41,756,728	36,519,774	4,660,007	576,947	48,409,985	41,793,875	5,999,264	616,846	21,103,075	16,550,697	4,320,569	231,809
Expenses from Continuing Operations													
Employee Benefits & Oncosts	B3-1	6,249,911	5,916,911	204,000	129,000	6,432,528	6,099,528	204,000	129,000	3,158,338	2,978,273	108,809	71,256
Materials & Contracts	B3-2	6,544,359	5,831,329	443,678	269,352	7,081,964	6,368,934	443,678	269,352	3,613,838	3,218,710	257,900	137,228
Borrowing Costs	B3-3	77,000	68,000	9,000	0	77,000	68,000	9,000	0	19,558	18,430	1,128	0
Depreciation & Impairment	B3-4	4,892,027	4,283,447	454,871	153,709	4,482,391	3,927,848	400,834	153,709	2,222,463	1,944,649	200,417	77,398
Other Expenses	B3-5	445,069	445,069	0	0	444,456	444,456	0	0	67,798	67,798	0	0
Net loss from disposal of assets	B4-1	0	0	0	0	0	0	0	0	0	0	0	0
Total Expenses from Continuing Operations		18,208,366	16,544,756	1,111,549	552,061	18,518,339	16,908,766	1,057,512	552,061	9,081,995	8,227,858	568,254	285,882
Net Operating Result from Continuing Operations		23,548,362	19,975,018	3,548,458	24,886	29,891,646	24,885,109	4,941,752	64,785	12,021,080	8,322,839	3,752,315	-54,073
Net Operating Result before Grants & Contributions for Capital Purposes		65,207	36,863	3,458	24,886	3,790,627	3,633,246	132,495	24,886	3,006,855	2,830,223	137,716	38,917



3 GENERAL FUND SUMMARY

WALCHA COUNCIL - FUNCTION DETAIL										
FUNCTION	Original Annual Budget	QBRs YTD Adjust	Amended Annual Budget	YTD Budget	Actual YTD 2024	Annual % achieved	Remaining Allocation	Forecast to June 2024	Variance	Comment
GENERAL FUND										
INCOME										
Administration	165,334	-	165,334	82,667	122,100	74%	43,234	165,334	-	
Public Order & Safety	115,477	161,212	276,689	138,345	1,041,446	376%	-764,757	1,276,689	1,000,000	\$1M Severe Weather Funding - to be allocated - external restriction
Health	1,200	-	1,200	600	303	25%	897	1,200	-	
Environment										
Waste Management Services	1,135,988	-	1,135,988	567,994	1,206,009	106%	-70,021	1,235,988	100,000	Sale of scrap metal
Community Services & Education										
Preschool	825,117	-	825,117	412,559	638,351	77%	186,766	825,117	-	
Early Intervention	77,400	-	77,400	38,700	50,091	65%	27,309	77,400	-	
WCCC	447,140	-	447,140	223,570	334,693	75%	112,447	447,140	-	
Community Recovery Officer	120,000	-120,000	-	-	-	0%	0	-	-	
Other Community Services & Education	17,400	18,708	36,108	18,054	21,394	59%	14,714	36,108	-	
Housing & Community Amenities										
Cemetery	84,000	-	84,000	42,000	34,925	42%	49,075	84,000	-	
Council Housing	33,600	-	33,600	16,800	4,100	12%	29,500	15,464	-18,136	Council houses empty for much of the year
Town Planning	70,800	-	70,800	35,400	32,676	46%	38,124	70,800	-	
Recreation & Culture										
Parks & Reserves	14,000	-	14,000	7,000	-	0%	14,000	14,000	-	
Other Sport & Recreation	1,500	-	1,500	750	-55	-4%	1,555	1,500	-	
Libraries	70,200	-	70,200	35,100	69,437	99%	763	70,200	-	
Swimming Pool	32,220	-	32,220	16,110	22,118	69%	10,102	32,220	-	
Walcha Community Gym	39,600	-	39,600	19,800	36,013	91%	3,587	39,600	-	
Halls & Community Centres	-	8,826	8,826	4,413	-	0%	8,826	8,826	-	
Mining, Manufacturing and Construction										
Quarries & Pits	-	-	-	-	100,378	0%	-100,378	100,378	100,378	Quarries restoration fee - internal restrictions
Building Control	20,379	-	20,379	10,190	29,471	145%	-9,092	35,379	15,000	Increase to fees received
Transport & Communication										
Urban Roads	123,750	-	123,750	61,875	2,468	2%	121,282	123,750	-	
Regional Sealed Roads	786,000	-	786,000	393,000	222,039	28%	563,961	1,129,195	343,195	R2R + increase Block Grant
Sealed Rural Roads	-	-	-	-	1,234,738	0%	-1,234,738	2,341,210	2,341,210	RLRR funding to be allocated - external restriction
Unsealed Rural Roads	-	-	-	-	-9,131	0%	9,131	-	-	funding accrual reversal
State Roads	3,710,000	-	3,710,000	1,855,000	595,211	16%	3,114,789	3,710,000	-	Slow down in ordered works - assess next QBR
RTA Inspection Bay	3,500	-	3,500	1,750	2,324	66%	1,176	3,500	-	
Street Lighting	11,000	-	11,000	5,500	-	0%	11,000	11,000	-	
Aerodrome	13,500	-	13,500	6,750	6,686	50%	6,814	13,500	-	
Depot	6,000	-	6,000	3,000	14,731	246%	-8,731	16,000	10,000	standpipe water sales
Economic Affairs										
Private Works	85,000	-	85,000	42,500	-183,693	-216%	268,693	85,000	-	accrual reversal \$226,061 storm repair - unlikely to recover payment from Transport for NSW
Tourism	120,000	-	120,000	60,000	114,018	95%	5,982	120,000	-	
Truck Wash Bay	24,000	-	24,000	12,000	11,680	49%	12,320	24,000	-	
Other Land & Property	6,762	-	6,762	3,381	2,249	33%	4,513	6,762	-	
Capital Grants & Contributions										
Recreation & Culture	2,526,557	289,701	2,816,258	1,408,129	1,065,136	38%	1,751,122	2,816,258	-	
Bridges - Rural Sealed & Unsealed	5,005,668	-426,257	4,579,411	2,289,706	1,629,472	36%	2,949,939	4,579,411	-	
Footpaths	3,537,174	131,409	3,668,583	1,834,292	-24,403	-1%	3,692,986	3,668,583	-	funding accrual reversal
Kerb & Gutter	-	-	-	-	-61,112	0%	61,112	93,933	93,933	LRCI phase 3 variation
Urban Roads	382,294	454,564	836,858	418,429	449,267	54%	387,591	806,858	-30,000	LRCI phase 4 variation - street crossing
Regional Sealed Roads	6,445,591	-	6,445,591	3,222,796	-104,230	-2%	6,549,821	6,445,591	-	funding accrual reversal
Sealed Rural Roads	211,015	488,919	699,934	349,967	1,014,003	145%	-314,069	699,934	-	
Unsealed Rural Roads	541,856	51,983	593,839	296,920	187,257	32%	406,582	611,606	17,767	LRCI phase 3 variation
Other Transport	-	-	-	-	-18,948	0%	18,948	-	-	funding accrual reversal
Aerodrome	1,288,000	241,689	1,529,689	-	1,401,994	92%	127,695	1,529,689	-	
Economic Affairs	-	-	-	-	-45,820	0%	45,820	-	-	funding accrual reversal
General Purpose Revenues										
Rates Revenue	5,033,393	-	5,033,393	2,516,697	5,059,778	101%	-26,385	5,033,393	-	
Investment Interest	350,000	-	350,000	175,000	131,796	38%	218,204	350,000	-	
FAGs - general purpose	1,852,789	-	1,852,789	926,395	68,038	4%	1,784,751	1,852,789	-	-\$1,993,663 received last financial year
FAGs - roads	1,184,570	-	1,184,570	592,285	41,702	4%	1,142,868	1,184,570	-	-\$1,221,923 received last financial year
General Fund Income	36,519,774	1,300,754	37,820,528	18,145,420	16,550,697	44%	21,269,831	41,793,875	3,973,347	

5 CAPITAL REPORT

WALCHA COUNCIL - CAPITAL WORKS QUARTERLY BUDGET REVIEW - DECEMBER 2023

				ORIGINAL BUDGET					QBRS 2- DECEMBER 2023					
	Asset Class	New / Renewal	Source of Funding	Grant Funding	Internal Restriction	External Restriction	Own Funding	2023-2024 Budget	Grant Funding	Internal Restrictions	External Restrictions	Own Funding	Budget Changes	Amended Budget
Administration Capital Works														
IT - Laptop Replacement/Monitor replacement/Accounting Software	Office Equipment	Renewal	Council				36,820	31,820				31,820		31,820
IT - Intranet	Office Equipment	New	Council				20,000	20,000				20,000		20,000
Facilities Maintenance	Buildings	Renewal	Council				35,000	40,000				30,000	- 10,000	30,000
IT - Phone System upgrade	Office Equipment	Renewal	Council				55,000	55,000				55,000		55,000
Administration Capital Works Total				0	0	0	146,820	146,820	-	-	-	136,820	- 10,000	136,820
Community Services Capital Works														
Preschool - Yarning Circle			Council								32,313	-		32,313
Community Services Capital Works Total				0			0	0	-	-	32,313	-	-	32,313
Recreation & Culture Capital Works														
Beautification - Rose Garden Stage 2	Other Assets	New	LRCI phase 3						9,767			-		9,767
Carry Over - Skate Park - BLER	Other Assets	New	BLER	400,000				400,000	484,969			-		484,969
Carry Over - Pool upgrade - BLER	Other Assets	renewal	BLER	646,016				646,016	831,427			-		831,427
Carry Over - John Oxley Amenities - SCCF	Other Assets	new	SCCF-4	120,000				120,000	129,330			-		129,330
Carry Over - Pool Amenities upgrade - SCCF	Other Assets	renewal	SCCF-4	500,000				500,000	500,224			22,511		522,735
John Oxley Sportsground Upgrade	Other Assets	New	SCCF-5	760,541				760,541	760,541			-		760,541
Walcha Skate Park Stage 2	Other Assets	New	SCCF-5	100,000			22,511	122,511	100,000			22,511		122,511
Library - replace guttering			Council									10,000	10,000	10,000
Recreation & Culture Capital Works Total				2,526,557	0	0	22,511	2,549,068	2,816,258	-	-	55,022	10,000	2,871,280
Transport & Communication Capital Works														
Bridges Rural Sealed														
Carry Over - Niangala Road Bridge AM 5632	Bridges	Renewal	Fixing Country Bridges \$629,287 / Council \$25,713	556,006				556,006	152,167			6,175		158,342
Bridges Rural Sealed Total				556,006	0	0	0	556,006	152,167	-	-	6,175	-	158,342
Bridges Local Rural Unsealed														
AM 5461 - Niangala Road, Boxley	Bridges	New	Fixing Country Bridges	979,000				979,000	979,000			-		979,000
Carry Over - Winterbourne Road Bridge AM 6214	Bridges	Renewal	Fixing Country Bridges \$610,949 / Cou	519,306				519,306	554,854			29,203		584,057
Carry Over - Tia Diggings Road Bridge AM 5852 Camerons	Bridges	Renewal	Fixing Country Bridges \$563,060 / Council \$16,940	420,000				420,000	177,334			5,296		182,630
Carry Over - Niangala Road Bridge AM 5601 Keatons (Army Bridge)	Bridges	Renewal	Fixing Country Bridges \$1,948,307 / Council \$102,543	1,656,061				1,656,061	1,804,638			94,981		1,899,619
Carry Over - Mooraback Road Bridge AM 5614 Oldfields	Bridges	Renewal	Fixing Country Bridges \$500,346 / Council \$26,334	425,295				425,295	453,731			23,881		477,612
Carry Over - Tia Diggings Road Bridge AM 10811 Bridge 2	Bridges	Renewal	Fixing Country Bridges \$537,325 / Council \$15,675	450,000				450,000	131,064			3,776		134,840
Bridges Local Rural Unsealed Total				4,449,662	0	0	0	4,449,662	4,100,622	-	-	157,136	-	4,257,758
Footpaths														
Get Active NSW - Summenvale Walking Track	Footpaths	New	Active Transport	1,690,254				1,690,254	1,728,513			-		1,728,513
Get Active NSW - Darjeeling Road	Footpaths	New	Active Transport	1,203,455				1,203,455	1,303,467			-		1,303,467
Get Active NSW - Various Linking Walkways	Footpaths	New	Active Transport	643,465				643,465	636,603			-		636,603
Footpaths Total				3,537,174	0	0	0	3,537,174	3,668,583	-	-	-	-	3,668,583
Kerb & Gutter														
Middle Street K&G	Roads	New	LRCI phase 3						57,126				57,126	57,126
North Street K&G	Roads	New	LRCI phase 3						36,807				36,807	36,807
Kerb & Gutter Total				0	0	0	0	0	93,933	-	-	-	93,933	93,933
Urban Roads Local														
Carry Over - Middle Street Rehabilitation	Roads	Renewal	Fixing Local Roads \$441,836 R2R (na) \$123,750	305,633				305,633	544,335			-		544,335
Carry Over - Walsh Street Rehabilitation	Roads	Renewal	Fixing Local Roads	170,411				170,411	386,273			-		386,273
Jamieson Street Asphalt	Roads	Renewal	Council									124,841		124,841
Roads Resealing	Roads	Renewal	Regional & Local Roads Repair			150,000		150,000			150,000	-		150,000
South Street Pedestrian Crossing	Roads	New	Council	30,000				30,000				30,000	30,000	30,000
Urban Roads Local Total				506,044	0	150,000	0	656,044	930,608	-	150,000	154,841	-	1,235,449

				ORIGINAL BUDGET					QBRS 2- DECEMBER 2023					
	Asset Class	New / Renewal	Source of Funding	Grant Funding	Internal Restriction	External Restriction	Own Funding	2023-2024 Budget	Grant Funding	Internal Restrictions	External Restrictions	Own Funding	Budget Changes	Amended Budget
Regional Sealed Roads														
TBW Corridor Strategy, Project 3 - segment 4710 & 4720	Roads	Renewal	Fixing Country Roads											
Derby Street Upgrade	Roads	Renewal	BRP-HVSP \$4,560,000 / FCR \$1,746,078 / Block Grant \$174,480	6,480,558				6,480,558	6,480,558				-	6,480,558
TBW - Reseal Program	Roads	Renewal	Repair Grant	139,513				139,513	139,513				-	139,513
Roads Resealing	Roads	Renewal	Block Grant	145,214				145,214	145,214				-	145,214
TBW Rehab, seg 4670	Roads	Renewal	Regional & Local Roads Repair			100,000		100,000			100,000		-	100,000
Regional Sealed Roads Total			R2R / RLRR	6,765,285	0	100,000	0	6,865,285	7,093,480	-	262,581	-	490,776	490,776
Sealed Local Rural Roads														
Roads Resealing	Roads	Renewal	Regional & Local Roads Repair			400,000		400,000			400,000		-	400,000
Carry Over - Aberaldie Road Rehab - FLR	Roads	Renewal	Fixing Local Roads	211,015				211,015	699,934				-	699,934
Brackendale Road Rehab			Regional & Local Roads Repair								340,589		340,589	340,589
Sealed Local Rural Roads Total				211,015	0	400,000	0	611,015	699,934	-	740,589	-	340,589	1,440,523
Unsealed Local Rural Roads														
Carry Over - Forest Way Road Sealing - FLR300282	Roads	Renewal	Fixing Local Roads	252,422				252,422	252,422				-	252,422
Hazeldean Road Causeway (was LRCI)	Roads	Renewal	Council	150,000				150,000					166,815	166,815
Old Brookmount Causeway (was LRCI)	Roads	Renewal	Council	70,000				70,000					85,806	85,806
Old Brookmount Culvert (was LRCI)	Roads	Renewal	Council	115,000				115,000					131,495	131,495
Carry Over - Lakes Road Gravel Resheeting	Roads	Renewal	LRCI phase 3	100,000				100,000	102,867				-	102,867
Gravel Resheeting - RLRR / Council	Roads	Renewal	Regional & Local Roads Repair			494,191	600,000	1,094,191		494,191	600,000		-	1,094,191
Council Gravel Resheeting	Roads	Renewal	Council				108,800	108,800			108,800		-	108,800
Council Culvert Renewals	Roads	Renewal	Council				121,900	121,900			121,900		-	121,900
Dust Suppression	Roads	Renewal	Council				15,900	15,900			15,900		-	15,900
Flags Niangala Road Gravel Resheeting			LRCI phase 3						172,970		-		172,970	172,970
Brackendale Road Gravel Resheeting			LRCI phase 3						160,612		-		160,612	160,612
Geraldine Road Gravel Resheeting			LRCI phase 1						68,301		-		68,301	68,301
Unsealed Local Rural Roads Total				687,422	0	494,191	846,600	2,028,213	757,172	-	494,191	1,230,716	401,883	2,482,079
Other Transport														
Plant replacement	Plant & Equip	New	Council		1,648,000			1,648,000		1,648,000			-	1,648,000
Carry Over - Aerodrome improvements	Other Assets	Renewal	Black Summer Bushfire Recovery	1,288,000				1,288,000	1,288,000				241,689	1,529,689
Other Transport Total				1,288,000	1,648,000	0	0	2,936,000	1,288,000	1,648,000	-	241,689	-	3,177,689
Works Depot														
Master Plan - Fuel tank compliance upgrade	Other Assets	Renewal	Council				40,000	40,000				40,000		40,000
Master Plan - Security Fence	Other Structures	Renewal	Council				40,000	40,000				40,000		40,000
Master Plan - Depot	Other Assets	Renewal	Council				25,000	25,000				25,000		25,000
Works Depot Total				0	0	0	105,000	105,000	-	-	-	105,000	-	105,000
Transport & Communication Capital Works Total				18,000,608	1,648,000	1,144,191	951,600	21,744,399	18,784,498	1,648,000	1,647,361	1,895,558	1,327,181	23,975,417
Economic Development														
6W Hamilton Street (Carlec) - electrical upgrade	Buildings	Renewal	Council				25,000	25,000				25,000		25,000
				0			25,000	25,000	-		-	25,000	-	25,000
TOTAL GENERAL FUND				20,527,165	1,648,000	1,144,191	1,145,931	24,465,287	21,600,756	1,648,000	1,679,674	2,112,400	1,327,181	27,040,830

				ORIGINAL BUDGET					QBRS 2- DECEMBER 2023					
	Asset Class	New / Renewal	Source of Funding	Grant Funding	Internal Restriction	External Restriction	Own Funding	2023-2024 Budget	Grant Funding	Internal Restrictions	External Restrictions	Own Funding	Budget Changes	Amended Budget
WATER FUND														
Off Stream Storage - DWS091 - Project Management	Water Network	Renewal	DPIE	1,500,000				1,500,000	1,552,888			-		1,552,888
Off Stream Storage - DWS091 - Embankment & Spillway Construct	Water Network	Renewal	DPIE						568,118					568,118
Off Stream Storage - DWS091 - Early Civil Works	Water Network	Renewal	DPIE						19,981					19,981
Off Stream Storage - DWS091 - Fencing Construction	Water Network	Renewal	DPIE						14,970					14,970
Off Stream Storage - DWS091 - Design Development	Water Network	Renewal	DPIE						265,000					265,000
Off Stream Storage - DWS091 - Principal Supplied Items	Water Network	Renewal	DPIE	550,000				550,000	890,000			-		890,000
Off Stream Storage - DWS091 - Pipeline, Pit & Civil Construction	Water Network	Renewal	DPIE	475,000				475,000	475,000			-		475,000
Off Stream Storage - DWS091 - Mechanical Install	Water Network	Renewal	DPIE	475,000				475,000	475,000			-		475,000
Off Stream Storage - DWS091 - Electrical Install	Water Network	Renewal	DPIE	475,000				475,000	475,000			-		475,000
Off Stream Storage - DWS091 - Telemetry Install	Water Network	Renewal	DPIE	70,000				70,000	73,300			-		73,300
												-		-
TOTAL WATER FUND				3,545,000	0	0	0	3,545,000	4,809,257	-	-	-	-	4,809,257
SEWER FUND														
STP Upgrade Project	Sewer Network	Renewal	NSW Regional Water & Wastewater Backlog Program / Council						39,899			39,899		79,798
Sewer Relining	Sewer Network	Renewal	Council				60,000	60,000				60,000		60,000
STP - Welfare Facilities Upgrade	Sewer Network	Renewal	Council				40,000	40,000				40,000		40,000
STP - Pump Lifting Equipment Replacement	Sewer Network	Renewal	Council				30,000	30,000				30,000		30,000
STP - Inflow Infiltration Survey & Remediation	Sewer Network	Renewal	Council				70,000	70,000				70,000		70,000
TOTAL SEWER FUND				0	0	0	200,000	200,000	39,899	-	-	239,899	-	279,798
GRAND TOTAL				24,072,165	1,648,000	1,144,191	1,345,931	28,210,287	26,449,912	1,648,000	1,679,674	2,352,299	1,327,181	32,129,885

PROJECT	BUDGET CHANGES	COMMENT
Facilities maintenance/upgrade	-10,000	Move budget to Library
Library – replace guttering	10,000	Reassign budgeted costs
Kerb & Gutter – Middle Street	57,126	LRCI phase 3 – increase budget
Kerb & Gutter – North Street	36,807	LRCI phase 3 – increase budget
Thunderbolts Way Rehabilitation	490,776	New project – R2R / RLRR
Brackendale Road Rehabilitation	340,589	New project – RLRR
Flags Niangala Road Gravel Re-sheeting	172,970	LRCI phase 3 – project added
Brackendale Road Gravel Re-sheeting	160,612	LRCI phase 3 – project added
Geraldine Road Gravel Re-sheeting	68,301	LRCI phase 1 – project added
TOTAL CAPITAL MOVEMENT	1,327,181	

6 RESTRICTIONS SUMMARY

WALCHA COUNCIL - RESTRICTIONS BUDGET

QUARTERLY BUDGET REVIEW - DECEMBER 2023

EXTERNAL RESTRICTIONS	June 2023	Budget Transfers In	Budget Transfers Out	QBR1		QBR2		June 2024
				Budget Review Transfers In	Budget Review Transfers Out	Budget Review Transfers In	Budget Review Transfers Out	
WCCC	-							-
Early Intervention (EI)	-							0
Walcha community centre	7,443							7,443
Pre-school - operating funds	196,179			-	32,313			163,866
DPC - Growing Local Economies, Business Case Development	25,000							25,000
OLG Innovation Funding - LG Solutions Implementation	8,000							8,000
Crown Lands Management Plan	11,798							11,798
Council Pounds	4,000							4,000
Tourism Development - COVID-19 support	20,162							20,162
Black Summer Bushfire Recovery - Nowendoc Hall Enhancement	68,740			-	68,740			-
NSW Planning Portal API Integration	80,000			-	80,000			-
FLRPRR - Fixing Local Roads Pothole Repair	303,841			-	303,841			-
DRRF - Disaster Risk Reduction Funding	55,620			-	55,620			-
RLRRP - Regional & Local Roads Repair Funding	1,428,114		1,144,191			2,341,210	503,170	2,121,963
AGRN1034 - Urban Roads	10,980							10,980
Youth Opportunities Program	20,708							20,708
BLER - Bushfire Local Economic Recovery - pool upgrade	171,427							171,427
BLER - Bushfire Local Economic Recovery - skate park upgrade	51,487							51,487
FCB - Fixing Country Bridges - Niangala Road, Keatons AM 5507	440,823							440,823
FCB - Fixing Country Bridges - Mooraback Road AM 5414	103,487							103,487
FCB - Fixing Country Bridges - Niangala Road, Dennis Walls AM 5632	181,937							181,937
FCB - Fixing Country Bridges - Tia Diggings Road, Bridge 1 AM 5852	282,223							282,223
FCB - Fixing Country Bridges - Tia Diggings Road, Bridge 2 AM 10811	242,826							242,826
FCB - Fixing Country Bridges - Winterbourne Road AM 6214	127,191							127,191
FLR - Fixing Local Roads - Walsh Street Rehab	215,862							215,862
FLR - Fixing Local Roads - Middle Street Rehab	243,274							243,274
FLR - Fixing Local Roads - Aberaldie Road Rehab	488,919							488,919
FLR - Fixing Local Roads - Forest Way Sealing	588,985							588,985
Black Summer Bushfire Recovery - Aerodrome Upgrade	242,794							242,794
LRCI 3 - Old Brookmount Causeway	93,543							93,543
LRCI 3 - Hazeldean Road Causeway	76,815							76,815
LRCI 3 - Lakes Road Gravel Resheeting	47,954							47,954
SCCF4-0930 - John Oxley Oval Amenities	51,078							51,078
SCCF4-0930 - Walcha Pool Amenities	176,252							176,252
SCCF5-0468 - John Oxley Sportsground Upgrade, stage 2	607,624							607,624
SCCF5-0468 - Walcha Skate Park, stage 2	80,000							80,000
FCB - Fixing Country Bridges - Boxley Bridge AM 5461	384,766							384,766
Severe Weather & Flood Grant	-					1,000,000		1,000,000
Total External	7,139,852	-	1,144,191	-	540,514	3,341,210	503,170	8,293,187
INTERNAL RESTRICTIONS	June 2023	Budget Transfers In	Budget Transfers Out	Budget Review Transfers In	Budget Review Transfers Out	Budget Review Transfers In	Budget Review Transfers Out	June 2024
Plant & Vehicle Replacement	975,000	851,350	1,268,000					558,350
ELE	647,000	45,000						692,000
Tip Site Remediation	295,926	30,000						325,926
Quarries Remediation	301,431					100,378		401,809
Infrastructure Replacement	2,044,280	950,000						2,994,280
Project Development	60,000							60,000
FAG - General	1,993,663				1,993,663			-
FAG - Roads	1,221,923				1,221,923			-
Total Internal	7,539,223	1,876,350	1,268,000	-	3,215,586	100,378	-	5,032,365

WALCHA COUNCIL - RESTRICTIONS RECONCILIATION

QUARTERLY BUDGET REVIEW - DECEMBER 2023

EXTERNAL RESTRICTIONS	June 2023	Operating / Capital	Income GL	Income Received	Expense GL / WO	Expenditure	Restricted Balance
SPECIFIC PURPOSE OPERATING GRANTS							
WCCC	-	Operating	various	334,842.85	various	270,105.89	64,736.96
Early Intervention (EI)	-	Operating	gl 1797	50,090.62	gl 3797	43,536.30	6,554.32
Walcha community centre	7,443.44	Operating		-		-	7,443.44
Pre-school - operating funds	196,179.05	Operating	gl 1790	638,350.71	gl 3790	474,863.00	359,666.76
DPC - Growing Local Economies, Business Case Development	25,000.00	Operating					25,000.00
OLG Innovation Funding - LG Solutions Implementation	8,000.00	Operating					8,000.00
Crown Lands Management Plan	11,798.00	Operating			4010.179		11,798.00
Council Pounds	4,000.00	Operating			4040.204		4,000.00
Tourism Development - COVID-19 support	20,162.00	Operating	1930.1150.171		39320.1528	20,162.00	0.00
Black Summer Bushfire Recovery - Nowendoc Hall Enhancement	68,739.72	Operating	1740.1150.827		w5534	68,739.72	0.00
NSW Planning Portal API Integration	80,000.00	Operating	2010.1150.171		w5724	1,600.00	78,400.00
FLRPRR - Fixing Local Roads Pothole Repair	303,840.94	Operating	1350.115.824		w5725 / w5726	303,840.94	0.00
DRRF - Disaster Risk Reduction Funding	55,620.00	Operating	2090.1150.171	122,130.00	4090.260	62,378.95	115,371.05
RLRRP - Regional & Local Roads Repair Funding	1,428,114.00	Operating	1350.115.162	2,341,210.00	w5710 / w5718	397,979.00	3,371,345.00
AGRN1034 - Urban Roads	10,980.00	Operating	1330.115.184		w5561	-	10,980.00
Motorcycle Rally - Flagship Event Funding	-	Operating	1930.1150.192	20,000.00		7,780.00	12,220.00
							0.00
CONTRACT LIABILITIES							
Youth Opportunities Program	20,708.00	Operating	1780.1150.171		w5701	18,149.63	2,558.37
BLER - Bushfire Local Economic Recovery - pool upgrade	171,427.15	Capital			w5354	-	171,427.15
BLER - Bushfire Local Economic Recovery - skate park upgrade	51,486.64	Capital	1250.135.195		w5434	-	51,486.64
FCB - Fixing Country Bridges - Niangala Road, Keatons AM 5507	440,822.92	Capital	1284.135.826		w5338	6,885.08	433,937.85
FCB - Fixing Country Bridges - Mooraback Road AM 5414	103,487.33	Capital	1284.135.826		w5339	168.97	103,318.36
FCB - Fixing Country Bridges - Niangala Road, Dennis Walls AM 5632	181,936.62	Capital	1282.135.826		w5341	181,936.62	0.00
FCB - Fixing Country Bridges - Tia Diggings Road, Bridge 1 AM 5852	282,222.57	Capital	1284.135.826		w3506	243,471.23	38,751.34
FCB - Fixing Country Bridges - Tia Diggings Road, Bridge 2 AM 10811	242,825.82	Capital	1284.135.826		w5340	242,825.82	0.00
FCB - Fixing Country Bridges - Winterbourne Road AM 6214	127,191.12	Capital	1284.135.826		w3503	272.06	126,919.06
FLR - Fixing Local Roads - Walsh Street Rehab	215,862.44	Capital	1330.135.824		w5362	3,908.00	211,954.44
FLR - Fixing Local Roads - Middle Street Rehab	243,273.62	Capital	1330.135.824		w5361	8,493.00	234,780.62
FLR - Fixing Local Roads - Aberaldie Road Rehab	488,918.80	Capital	1350.135.824		w5618	436,911.00	52,007.80
FLR - Fixing Local Roads - Forest Way Sealing	588,984.90	Capital	1360.135.824		W5585	588,984.90	0.00
Black Summer Bushfire Recovery - Aerodrome Upgrade	242,794.48	Capital	1510.135.827	1,159,200.00	w5533	1,005,201.00	396,793.48
LRCI 3 - Middle Street Kerb & Gutter	-	Capital	1330.135.822		w5694	-	0.00
LRCI 3 - North Street Kerb & Gutter	-	Capital	1330.135.822		w5695	-	0.00
LRCI 3 - Pakington Street Kerb & Gutter	-	Capital	1330.135.822		w5696	-	0.00
LRCI 3 - Old Brookmount Causeway	93,543.46	Capital	1360.135.822		w5659 / w5660	1,614.82	91,928.64
LRCI 3 - Hazeldean Road Causeway	76,814.92	Capital	1360.135.822		w5658	471.01	76,343.91
LRCI 3 - Rose Garden Stage 2	-	Capital	1230.135.822		w5641	-	0.00
LRCI 3 - Crocodile Bridge Safety Improvements	-	Capital	1230.135.822		w5610	-	0.00
LRCI 3 - Aberaldie Road Heavy Patching	-	Capital	1350.135.822		w5680	-	0.00
LRCI 3 - Lakes Road Gravel Resheeting	47,953.82	Capital	1360.135.822		w5699	-	47,953.82
SCCF4-0930 - John Oxley Oval Amenities	51,078.00	Capital	1240.135.186		w5532	51,078.00	0.00
SCCF4-0930 - Walcha Pool Amenities	176,252.40	Capital	1720.135.186		w5531	176,252.40	0.00
SCCF5-0468 - John Oxley Sportsground Upgrade, stage 2	607,623.80	Capital	1240.135.186		w5686	51,891.40	555,732.40
SCCF5-0468 - Walcha Skate Park, stage 2	80,000.00	Capital	1250.135.186		w5687	-	80,000.00
FCB - Fixing Country Bridges - Boxley Bridge AM 5461	384,766.00	Capital	1284.135.826	195,800.00	w3512	282,218.00	298,348.00
DWS091 - Offstream Construction	-	Capital	21000.135.825	2,500,000.00	various	1,741,420.00	758,580.00
Severe Weather & Flood Grant	-		2090.1150.184	1,000,000.00	TBD	-	1,000,000.00
Block Grant	-		1340	401,000.00	various	301,141.55	99,858.45
Total External	7,139,851.96			8,762,624.18		6,994,280.29	8,908,195.86
INTERNAL ALLOCATIONS							
	June 2023			Actual Transfers In		Actual Transfers Out	Allocations Balance
Plant & Vehicle Replacement	974,999.63			864,762.37		1,293,309.00	546,453.00
ELE	647,000.00						647,000.00
Tip Site Remediation	295,926.00						295,926.00
Quarries Remediation	301,431.00			100,378.00			401,809.00
Infrastructure Replacement	2,044,280.00						2,044,280.00
Project Development	60,000.00						60,000.00
FAG - General	1,993,663.00		1130.115.154			1,993,663.00	0.00
FAG - Roads	1,221,923.00		1270.115.155			1,221,923.00	0.00
Total Internal	7,539,222.63			965,140.37		4,508,895.00	3,995,468.00

UNRESTRICTED CASH RECONCILIATION

	DEC 2023	June 2023
Total Cash & Investments	16,883,820	16,275,800
External Restrictions:		
Contract Liabilities - General Fund	2,974,242	4,919,975
Contract Liabilities - Water Fund	758,580	0
Specific Purpose Grants	4,075,516	2,219,877
Water Fund (interfunding balance)	2,437,030	837,030
Sewer Fund (interfunding balance)	391,883	566,819
	10,637,250	8,543,701
Internal Allocations	3,995,468	7,539,223
Unrestricted Cash	2,251,102	192,877
Unrestricted cash YE June 2022	-	2,087,000
Unrestricted cash YE June 2021	-	2,459,000

Unrestricted cash is positive due to movement out of internal restrictions of the FAGS allocations. This is expected to now remain positive into the future as Council realises the effects of the Special Rate Variation.

7 PERFORMANCE RATIOS

PERFORMANCE RATIOS

QUARTERLY BUDGET REVIEW - DECEMBER 2023 Forecast to June 2024

Benchmark General Fund Water Fund Sewer Fund Consolidated Comment

Operating Performance Ratio

This ratio measures Council's achievement of containing operating expenditure within operating revenue.

	Min >0%	17.69%	11.13%	4.31%	16.99%
Prior year	-2.51%	-14.19%	-9.68%	-3.17%	

General fund is currently forecasting a surplus. This is due to prepayment of funding that is not currently allocated to projects in this budget.

Own Source Operating Revenue Ratio

This ratio measures fiscal flexibility. It is the degree of reliance on external funding sources such as operating grants & contributions

	Min >60%	27.20%	19.84%	93.53%	27.13%
Prior year	41.82%	42.14%	87.24%	42.68%	

Council has recently struggled to meet this ratio due to high levels of funding for Drought and Bushfire affected communities as well as increased infrastructure grant funding.

Unrestricted Current Ratio

To assess the adequacy of working capital and its ability to satisfy obligations in the short term for the unrestricted activities of Council.

	Min >1.5	1.73	2.79	15.90	1.84
Prior year	2.69	2.42	16.66	2.69	

Council needs to carefully manage its cashflow, particularly with several large projects in progress.

Debt Service Cover Ratio

This ratio measures the availability of operating cash to service debt including interest, principal & lease payments.

	Min >2	97.93	272.22	0	109.52
Prior year	18.06	54.00	na	19.43	

The ratios include the proposed borrowings included in the current budget.

Rates, Annual Charges, Interest & Extra Charges Outstanding

To assess the impact of uncollected rates and annual charges on Council's liquidity and the adequacy of recovery efforts.

	Max <10%	2.89%	5.59%	8.85%	3.46%
Prior year	5.62%	0.00%	0.00%	4.90%	

Debt collection ratio is very good overall. High water and sewer ratios arise from timing of water billing.

Cash Expense Cover

This liquidity ratio indicates the number of months Council can continue to pay for its immediate operating costs without additional cash inflow.

	Min >3	4.41	2.75	16.02	4.66
Prior year	3.85	1.23	17.92	4.08	

Water Fund ratio is a concern and needs to be carefully managed as construction of the Off Stream Storage nears completion.

Infrastructure Backlog Ratio

This ratio shows what proportion the backlog is against the total value of Council's infrastructure value.

	Min <2%	-0.15%	0.77%	-1.82%	-0.16%
Prior year	3.85	1.23	17.92	4.08	

This ratio is dependant on Asset Management Plans which are currently out of date.

8 CONTRACTS

Contract Services	Amount YTD	Comment
Off Stream Storage	4,466,828	CAPITAL - Contract in place
Levee Bank	134,950	CAPITAL – CAP
Skate Park	237,576	CAPITAL – Contract
State Roads	336,092	Contract
Thunderbolts Way Corridor Strategy	406,742	CAPITAL – Contract in place

Professional Services	Amount YTD	Comment
Administration	15,300	No contract
State Roads	29,190	Contract
Waste	15,638	No contract
Town Planning	13,405	Contract
Timber Bridges	13,398	Contract

The above represents expenditure for contract and professional services. This is required to be included in the QBRs.