

OUR PLACE OUR FUTURE

2023/24 Quarterly Report
March 2024



Executive Summary

The Quarterly Performance Report provides a budget review statement with a revised estimate of income and expenditure for the year. This is a requirement of the Local Government Act 1993 and Local Government (General) Regulation 2005. This Quarterly Performance Report for the period of 1 July to 31 March 2024 achieves these requirements.

From the General Manager,
Craig Butler

Report by Responsible Accounting Officer

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

31 March 2024

It is my opinion that the Quarterly Budget Review Statement for Lithgow City Council for the quarter ended 31/3/24 indicates that Council's projected 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.

My opinion above, that Council's projected financial position at 30 June 2024 will be satisfactory, has been based on the following factors:

1. The main reason for the change in Council's projected operating result (before capital) from original budget \$13.583M surplus to \$2M surplus relates to natural disaster claim income. Nett \$10.2M of natural disaster claim income has been removed from operating income pending approval of restoration works projects which have been rephased to 2024/25.
2. \$670K of salary savings have been taken in Quarters One and Two. Due to recruitment of vacant positions and use of overtime to ensure service delivery, employment costs are on budget at 31/3/24.
3. \$955K of additional investment income is expected and nett (\$1.48M) of material and contract budget adjustments have been made. The additional income and cost budget adjustments offset further salary savings which were not available at 31/3/24.

The Council continues to implement the 2023/24 Financial Sustainability Plan actions through the remainder of the year with identified budget savings / additional revenue of \$3.9M on target for the full year.

The projected year end operating result before capital is **\$2M** surplus (before capital) at 31 March 2024.

Ross Gurney
Responsible Accounting Officer

Table of Contents

Contents

| | |
|--|----|
| Executive Summary..... | 1 |
| Report by Responsible Accounting Officer | 1 |
| Table of Contents..... | 2 |
| Summary of Financial Position..... | 3 |
| Income and Expenses Budget Review Statement - Consolidated | 4 |
| Income and Expenses Budget Variation Notes..... | 5 |
| Income and Expenses Budget Review Statement – General Fund | 6 |
| Income and Expenses Budget Review Statement – Water Fund..... | 7 |
| Income and Expenses Budget Review Statement – Sewer Fund..... | 8 |
| Capital Budget Review Statement | 9 |
| Capital Budget Review Statement Variation Notes | 10 |
| Cash and Investments Statement..... | 12 |
| Key Performance Indicators..... | 14 |
| Contracts Budget Review Statement..... | 17 |
| Consultancy and Legal Expenses Review Statement | 18 |

Summary of Financial Position

This report provides the Quarterly Performance Report on the 2023-2024 Operational Plan for the period of 1 July 2023 to 31 March 2024 with a recommendation that variations to income and expenditure estimates be voted.

| 2023/2024 Quarterly Budget Comparison | | | |
|---------------------------------------|--------|-------------|--------|
| Budget | Income | Expenditure | Result |
| | \$'000 | \$'000 | \$'000 |
| Original Budget | 92,449 | 58,243 | 34,206 |
| September Review | 90,790 | 61,960 | 28,829 |
| December Review | 77,836 | 61,463 | 16,372 |
| March Review | 79,572 | 60,399 | 19,173 |

| 2023/2024 Quarterly Budget Comparison - By Fund | | | |
|---|--------|-------------|--------|
| Budget | Income | Expenditure | Result |
| | \$'000 | \$'000 | \$'000 |
| General | 60,534 | 45,427 | 15,107 |
| Water | 9,505 | 7,717 | 1,788 |
| Wastewater | 9,533 | 7,255 | 2,278 |

Please note the above tables may not balance due to rounding within income and expense types.

Income and Expenses Budget Review Statement - Consolidated

| Income and Expenses Budget Review Statement (\$'000) | | | | | | | | | | | |
|--|--------------------|-------------------|-----------------------|----------------|-----------------|-------------|-------------------|----------------------------|-------|------------------------------|-----------------------|
| | Original Budget | Carry Forwards | Other than by QBRs | Sep QBRs | Dec QBRs | Mar QBRs | Revised Budget | Variations for Mar QBRs | Notes | Projected Year End Result | Actual YTD Figures |
| Income | | | | | | | | | | | |
| Rates and Annual Charges | 39,153 | | | | | | 39,153 | | | 39,153 | 39,456 |
| User Fees and Charges | 8,821 | | | | 8 | | 8,829 | | | 8,829 | 6,448 |
| Interest and Investment Revenue | 1,662 | | | 348 | 300 | | 2,310 | 307 | 1 | 2,617 | 2,058 |
| Other Revenue | 1,424 | | | | | | 1,424 | | | 1,424 | 1,165 |
| Operating Grants and Contributions | 20,745 | 346 | | 4,541 | (8,716) | | 16,915 | (6,537) | 2 | 10,378 | 3,083 |
| Capital Grants and Contributions | 20,623 | | | (6,894) | (4,546) | | 9,183 | 7,964 | 3 | 17,147 | 3,763 |
| Gain on Sale of Assets | 22 | | | | | | 22 | 2 | | 24 | 221 |
| Total Revenue | 92,449 | 346 | | (2,005) | (12,954) | | 77,836 | 1,736 | | 79,572 | 56,194 |
| Expenses | | | | | | | | | | | |
| Employee Costs | 21,589 | 85 | | (278) | (225) | | 21,171 | 135 | 4 | 21,306 | 15,947 |
| Borrowing Costs | 552 | | | | | | 552 | | | 552 | 353 |
| Materials and Contracts | 19,858 | 460 | | 3,441 | (282) | | 23,477 | (1,199) | 5 | 22,278 | 15,839 |
| Depreciation Expense | 14,985 | | | | | | 14,985 | | | 14,985 | 11,978 |
| Other Expenses | 1,259 | | | 10 | 10 | | 1,279 | | | 1,279 | 697 |
| Loss on Sale of Assets | | | | | | | | | | | |
| Total Expenses | 58,243 | 544 | | 3,173 | (497) | | 61,463 | (1,064) | | 60,399 | 44,814 |
| Operating Result | 34,206 | (199) | | (5,178) | (12,457) | | 16,372 | 2,801 | | 19,173 | 11,381 |
| Operating Result before Capital | 13,583 | (199) | | 1,716 | (7,911) | | 7,189 | (5,163) | | 2,026 | 7,617 |

Income and Expenses Budget Variation Notes

| Notes | Details |
|-------|---|
| 1 | <ul style="list-style-type: none">• \$307K increase due to higher interest rates and \$13.8M natural disaster advance payment. |
| 2 | <ul style="list-style-type: none">• (\$5.3M) Change in recognition of Natural Disaster Funding from Operational to Capital for Glen Davis Road, Browns Gap Road & Wolgan Road.• (\$1.3M) LRCI Phase 4 - projects and income programmed for 24/25. |
| 3 | <ul style="list-style-type: none">• \$1.88M Hampton Road Reseal – Fixing Local Roads grant.• \$5.3M Change in recognition of Natural Disaster Funding from Operational to Capital for Glen Davis Road, Browns Gap Road & Wolgan Road.• \$521K Developer Contributions income for Sewer Fund.• \$480K Donkey Steps Fire Trail Reconstruction - NSW Reconstruction Authority funding.• \$334K Developer Contributions for Water Fund.• \$266K Final grant income for Cullen Bullen Sewerage Scheme.• (\$247K) Rephasing of ABCD Inc Community Hall due for completion in 2024/25.• (\$250K) Rephasing of Farmers Creek Riparian Improvements to be completed 2024/25.• (\$271K) Partial rephasing of Lake Pillans Upgrades to be completed 2024/25. |
| 4 | <ul style="list-style-type: none">• \$87K Budget increase for recruitment costs due to greater use of agencies to recruit professional staff. |
| 5 | <ul style="list-style-type: none">• (\$483K) Transfer to reserve to build Transitions Management fund (SRV funding).• (\$681K) Reallocation of funds to Capital Project for Donkey Steps Fire Trail. |

Income and Expenses Budget Review Statement – General Fund

| Income and Expenses Budget Review Statement (\$'000) | | | | | | | | | | |
|--|--------------------|-------------------|-----------------------|----------------|-----------------|-------------|-------------------|----------------------------|------------------------------|-----------------------|
| | Original Budget | Carry Forwards | Other than by QBRS | Sep QBRS | Dec QBRS | Mar QBRS | Revised Budget | Variations for Mar QBRS | Projected Year End Result | Actual YTD Figures |
| Income | | | | | | | | | | |
| Rates and Annual Charges | 27,545 | | | | | | 27,545 | | 27,545 | 27,697 |
| User Fees and Charges | 3,736 | | | | | 8 | 3,744 | | 3,744 | 2,701 |
| Interest and Investment Revenue | 1,612 | | | 348 | 300 | | 2,260 | 307 | 2,567 | 1,997 |
| Other Revenue | 1,424 | | | | | | 1,424 | | 1,424 | 1,164 |
| Operating Grants and Contributions | 20,745 | 346 | | 4,541 | (8,716) | | 16,915 | (6,871) | 10,044 | 2,749 |
| Capital Grants and Contributions | 19,449 | | | (6,894) | (4,546) | | 8,009 | 7,177 | 15,186 | 2,345 |
| Gain on Sale of Assets | 22 | | | | | | 22 | 2 | 24 | 221 |
| Total Revenue | 74,533 | 346 | | (2,005) | (12,954) | | 59,919 | 615 | 60,534 | 38,874 |
| Expenses | | | | | | | | | | |
| Employee Costs | 18,070 | 85 | | (28) | (521) | | 17,605 | 109 | 17,714 | 12,968 |
| Borrowing Costs | 200 | | | | | | 200 | | 200 | 131 |
| Materials and Contracts | 13,430 | 460 | | 3,441 | (282) | | 17,049 | (1,230) | 15,819 | 10,155 |
| Depreciation Expense | 10,416 | | | | | | 10,416 | | 10,416 | 8,536 |
| Other Expenses | 1,259 | | | 10 | 10 | | 1,279 | | 1,279 | 697 |
| Loss on Sale of Assets | | | | | | | | | | |
| Total Expenses | 43,375 | 544 | | 3,423 | (794) | | 46,549 | (1,121) | 45,427 | 32,487 |
| Operating Result | 31,157 | (199) | | (5,428) | (12,160) | | 13,370 | 1,736 | 15,107 | 6,387 |
| Operating Result before Capital | 11,708 | (199) | | 1,466 | (7,614) | | 5,361 | (5,440) | (79) | 4,041 |

Income and Expenses Budget Review Statement – Water Fund

| Income and Expenses Budget Review Statement (\$'000) | | | | | | | | | | |
|--|--------------------|-------------------|-----------------------|-------------|--------------|-------------|-------------------|----------------------------|------------------------------|-----------------------|
| | Original Budget | Carry Forwards | Other than by QBRS | Sep QBRS | Dec QBRS | Mar QBRS | Revised Budget | Variations for Mar QBRS | Projected Year End Result | Actual YTD Figures |
| Income | | | | | | | | | | |
| Rates and Annual Charges | 3,651 | | | | | | 3,651 | | 3,651 | 3,531 |
| User Fees and Charges | 4,935 | | | | | | 4,935 | | 4,935 | 3,624 |
| Interest and Investment Revenue | 30 | | | | | | 30 | | 30 | 39 |
| Other Revenue | 0 | | | | | | 0 | | 0 | 1 |
| Operating Grants and Contributions | 0 | | | | | | 0 | | 0 | 0 |
| Capital Grants and Contributions | 555 | | | | | | 555 | 334 | 889 | 340 |
| Gain on Sale of Assets | | | | | | | | | | |
| Total Revenue | 9,171 | | | | | | 9,171 | 334 | 9,505 | 7,534 |
| Expenses | | | | | | | | | | |
| Employee Costs | 1,689 | | | (81) | 205 | | 1,813 | | 1,813 | 1,452 |
| Borrowing Costs | 22 | | | | | | 22 | | 22 | 13 |
| Materials and Contracts | 3,748 | | | | | | 3,748 | 31 | 3,779 | 3,422 |
| Depreciation Expense | 2,102 | | | | | | 2,102 | | 2,102 | 1,727 |
| Other Expenses | 0 | | | | | | 0 | | 0 | 0 |
| Loss on Sale of Assets | | | | | | | | | | |
| Total Expenses | 7,562 | | | (81) | 205 | | 7,686 | 31 | 7,717 | 6,614 |
| Operating Result | 1,609 | | | 81 | (205) | | 1,485 | 303 | 1,788 | 920 |
| Operating Result before Capital | 1,054 | | | 81 | (205) | | 930 | (31) | 899 | 914 |

Income and Expenses Budget Review Statement – Sewer Fund

| Income and Expenses Budget Review Statement (\$'000) | | | | | | | | | | |
|--|-----------------|----------------|--------------------|--------------|-------------|----------|----------------|-------------------------|---------------------------|--------------------|
| | Original Budget | Carry Forwards | Other than by QBRs | Sep QBRs | Dec QBRs | Mar QBRs | Revised Budget | Variations for Mar QBRs | Projected Year End Result | Actual YTD Figures |
| Income | | | | | | | | | | |
| Rates and Annual Charges | 7,957 | | | | | | 7,957 | | 7,957 | 8,229 |
| User Fees and Charges | 150 | | | | | | 150 | | 150 | 123 |
| Interest and Investment Revenue | 20 | | | | | | 20 | | 20 | 22 |
| Other Revenue | 0 | | | | | | 0 | | 0 | 0 |
| Operating Grants and Contributions | 0 | | | | | | 0 | | 0 | 0 |
| Capital Grants and Contributions | 619 | | | | | | 619 | 787 | 1,406 | 1,412 |
| Gain on Sale of Assets | | | | | | | | | | |
| Total Revenue | 8,746 | | | | 0 | | 8,746 | 787 | 9,533 | 9,786 |
| Expenses | | | | | | | | | | |
| Employee Costs | 1,829 | | | (170) | 92 | | 1,752 | 26 | 1,778 | 1,527 |
| Borrowing Costs | 330 | | | | | | 330 | | 330 | 208 |
| Materials and Contracts | 2,680 | | | | | | 2,680 | | 2,680 | 2,262 |
| Depreciation Expense | 2,467 | | | | | | 2,467 | | 2,467 | 1,715 |
| Other Expenses | 0 | | | | | | 0 | | 0 | 0 |
| Loss on Sale of Assets | | | | | | | | | | |
| Total Expenses | 7,306 | | | (170) | 92 | | 7,229 | 26 | 7,255 | 5,712 |
| Operating Result | 1,439 | | | 170 | (92) | | 1,517 | 761 | 2,278 | 4,074 |
| Operating Result before Capital | 820 | | | 170 | (92) | | 898 | (26) | 872 | 2,662 |

Capital Budget Review Statement

| Capital Budget Review Statement (\$'000) | | | | | | | | | | | |
|--|-----------------|----------------|--------------------|----------------|-----------------|----------|----------------|-------------------------|-------|---------------------------|--------------------|
| | Original Budget | Carry Forwards | Other than by QBRs | Sep QBRs | Dec QBRs | Mar QBRs | Revised Budget | Variations for Mar QBRs | Notes | Projected Year End Result | Actual YTD Figures |
| Capital Expenditure | | | | | | | | | | | |
| Plant and Equipment | 2,744 | 29 | | 145 | 404 | | 3,177 | | | 3,177 | 1,614 |
| Land and Buildings | 2,920 | 340 | | (1,389) | 66 | | 3,471 | (487) | 1 | 2,984 | 833 |
| Other Structures | 3,181 | 96 | | (2,733) | 53 | | 1,941 | (773) | 2 | 1,168 | 284 |
| Roads, Bridges and Footpaths | 30,398 | 156 | | 600 | (10,940) | | 16,881 | 856 | 3 | 17,738 | 7,090 |
| Stormwater | 360 | | | | (745) | | 215 | (29) | 4 | 186 | 6 |
| Swimming Pools | | | | | | | | | | | |
| Water Infrastructure | 2,609 | 375 | | 400 | (795) | | 2,189 | (1,194) | 5 | 995 | 456 |
| Sewer Infrastructure | 7,621 | 1,553 | | | 243 | | 9,817 | (107) | 6 | 9,910 | 3,928 |
| Furniture and Fittings | 198 | | | | | | 198 | (189) | 7 | 8 | 8 |
| Office Equipment | 423 | 157 | | | | | 580 | (329) | 8 | 251 | 119 |
| Library | 474 | 0 | | (620) | | | 474 | 2 | | 476 | 320 |
| Tip Assets | 1,550 | 455 | | | (310) | | 1,075 | (199) | 9 | 876 | 405 |
| Loan Repayments | 1,435 | | | | | | 1,435 | | | 1,435 | 1,073 |
| Total Capital Expenditure | 53,912 | 3,162 | | (3,597) | (12,024) | | 41,453 | (2,447) | | 39,006 | 16,137 |
| Capital Funding | | | | | | | | | | | |
| Rates and Other Untied Funding | 29,588 | 89 | | 3,167 | (9,151) | | 23,694 | (13,262) | | 10,432 | |
| Capital Grants and Contributions | 20,073 | | | (7,333) | (4,546) | | 8,194 | 7,109 | | 15,302 | 2,350 |
| Reserves: | | | | | | | | | | | |
| External Restriction/Reserve | 1,780 | 2,618 | | 554 | 1,436 | | 6,389 | 3,699 | | 10,088 | |
| Internal Restriction/Reserve | 2,471 | 455 | | 15 | 235 | | 3,176 | 7 | | 3,183 | |
| New Loans | | | | | | | | | | | |
| Receipts from Asset Sales | | | | | | | | | | | |
| Total Capital Funding | 53,912 | 3,162 | | (3,597) | (12,024) | | 41,453 | (2,447) | | 39,006 | 2,350 |
| Net Capital Funding | - | - | | | | | - | | | | (13,787) |

Capital Budget Review Statement Variation Notes

| Notes | Details |
|-------|---|
| 1 | <ul style="list-style-type: none">• (247K) rephasing of ABCD Inc Community Hall due for completion in 2024/25.• (200K) rephasing of Lithgow Works Depot stormwater detention basin due for completion in 2024/25.• \$175K budget restored for Store Building Works (in progress following Council resolution on contract variation). |
| 2 | <ul style="list-style-type: none">• (\$271K) partial rephasing of Lake Pillans Upgrade, to be completed 2024/25.• (\$227k) rephasing of Kremer Park Retaining Wall Replacement, to be completed 2024/25.• (\$108K) budget reduction for Farmers Creek Pathway extension – grant funding unavailable. |
| 3 | <ul style="list-style-type: none">• \$946K budget added for Glen Davis Road – approved natural disaster rehabilitation.• \$681K budget added for Donkey Steps Fire Trail Reconstruction.• \$367K budget added for Hampton Road Reseal – Fixing Local Roads grant.• \$330K budget added for Megalong Place Reseal & Remediation.• (\$330K) rephasing of Farmers Creek Riparian Improvements to be completed 2024/25.• (\$218K) Bridge Street renewal budget savings reallocated to Megalong Place reseal.• (\$169K) Coco Creek Bridge budget savings taken up as project completed.• (\$157K) rephasing of R4R9 - Replacement of Geordie Street Causeway with Bridge to be completed in 2024/25.• (\$150K) rephasing of Bells Rd Creek-Bank Stabilisation-AGRN1012 23/24 to be completed in 2024/25• (\$104K) rephasing of Hartley Valley Road Path to be completed in 2024/25. |
| 4 | |
| 5 | <ul style="list-style-type: none">• (\$500K) budget savings Clarence to Wallerawang Pipeline.• (\$386K) rephasing of Watermain renewal due for completion in 2024/25.• (\$174K) partial rephasing of OPWFP Clear Water & Backwash Pumps Replacement due for completion in 2024/25.• (\$119K) partial rephasing of Oakey Park NBN connection to the Flow Meter, to be completed 2024/25. |

| Notes | Details |
|-------|--|
| 6 | <ul style="list-style-type: none"> (\$100K) partial rephasing of East Portland Sewer Pump System Bypass due for completion 2024/25. |
| 7 | (\$189K) budget reduction of Admin Building Improvements pending consideration of workplace design. |
| 8 | <ul style="list-style-type: none"> (\$100K) budget reduction for PABX transition to cloud due for completion 2024/25. (\$86K) rephasing of IT – Smart Spaces – Chillout Hub due for completion in 2024/25. (\$76K) budget saving for Payroll Module – Technology One Upgrade. (\$66K) budget rephasing for EAM Mobility. |
| 9 | <ul style="list-style-type: none"> (\$104K) budget rephasing to 24/25 for Closure & rehabilitation of Portland Landfill. |

Cash and Investments Statement

Investments

Investments have been made in accordance with Council's Investment Policy.

Cash

The cash at Bank figure included in the Cash & Investment Statement totals \$51,411,090.

The Cash at Bank amount has been reconciled to Council's physical Bank Statements.

The date of completion of this bank reconciliation was 03/04/2024.

Reconciliation Status

The YTS Cash and Investment figures reconciles to the actual balances held as follows:

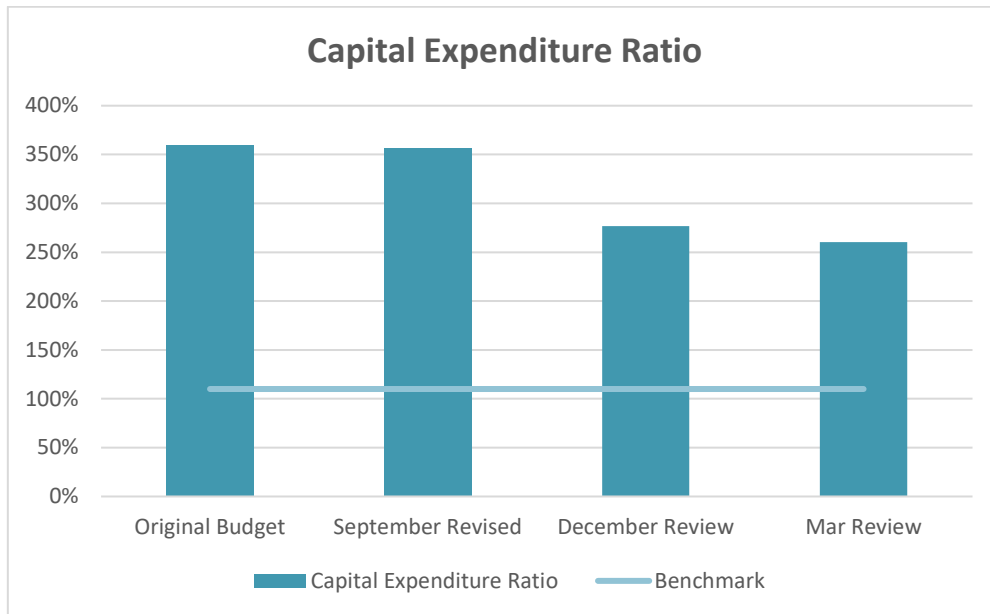
| | \$'000's |
|--|-----------------|
| Cash at Bank | 211 |
| Investments on Hand | 51,200 |
| Less: Unpresented Cheques | - |
| Add: Undeposited Funds | - |
| Less: Identified Deposits | - |
| Add: Identified Outflows | - |
| Less: Unidentified Deposits | - |
| Ad: Unidentified Outflows | - |
| Reconciled Cash at Bank & Investments | 51,411 |
| Balance as per Review Statement | 51,411 |
| Difference | |

*Total does not balance to above figures due to rounding in each line item.

Cash and Investments Statement (\$'000)

| | 30 June 2023 Position | 30 September 2023 Position | 31 December 2023 Position | 31 March 2024 Position |
|---------------------------------------|--------------------------------------|---|--|---------------------------------------|
| Externally Restricted | | | | |
| Developer Contributions | 1,874 | 1,854 | 1,917 | 2,132 |
| Special Purpose Grants | 12,659 | 14,958 | 16,120 | 14,997 |
| FAGS | 6,013 | 4,510 | 3,235 | 2,195 |
| Water Supplies | 2,829 | 2,960 | 3,326 | 4,043 |
| Sewerage Services | 7,427 | 8,095 | 8,416 | 7,118 |
| Domestic Waste | 7,402 | 9,223 | 8,499 | 7,897 |
| Unexpended Loans | 1,352 | 3,851 | 2,850 | 2,843 |
| | 39,556 | 45,451 | 44,363 | 41,225 |
| Internally Restricted | | | | |
| Land & Buildings | 2,734 | 2,916 | 3,102 | 3,845 |
| Plant & Equipment | 511 | 514 | 811 | 961 |
| Bonds, Deposits & Retentions | 302 | 309 | 302 | 306 |
| Works in Progress | 671 | 670 | 648 | 648 |
| Carry Over Works | 476 | 291 | 245 | 221 |
| Commercial Waste | 250 | 140 | 931 | 1,195 |
| ELE | 1,130 | 1,130 | 1,130 | 1,130 |
| Election | 100 | 119 | 138 | 156 |
| Employee Development | 350 | 350 | 350 | 350 |
| Total Internally Restricted | 6,523 | 6,439 | 7,657 | 8,857 |
| Unrestricted (working capital) | (3,142) | 2,779 | 1,854 | 1,724 |
| Total Cash and Investments | 42,937 | 54,669 | 53,874 | 51,411 |

Key Performance Indicators

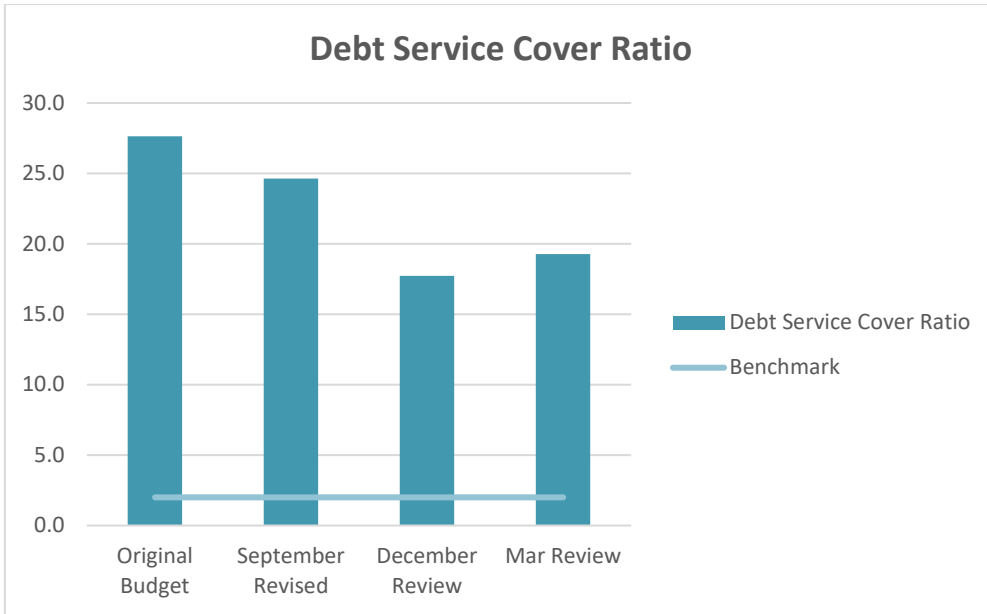


Purpose of Capital Expenditure Ratio

To assess the extent to which Council is expanding its asset base through capital expenditure.

Commentary on 2023/24 Result Mar 2023/24 Ratio 260%

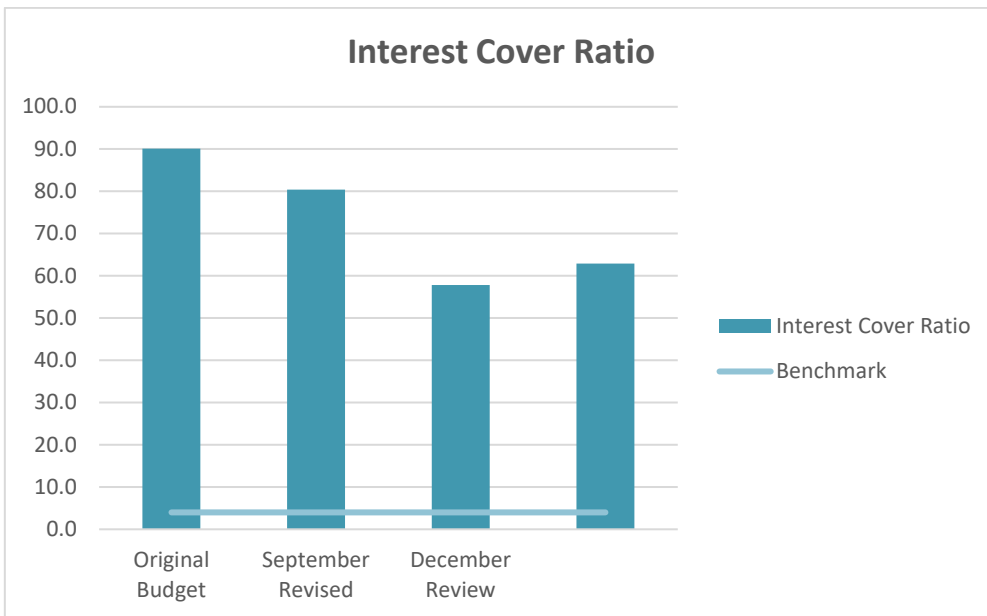
A capital expenditure ratio of 260% suggests that Council has a substantial capital works program.



Purpose of Debt Service Cover Ratio **Commentary on 2023/24 Result**
Mar 2023/24 Ratio 19.3x

This ratio measures the availability of operating cash to service debt including principal and interest.

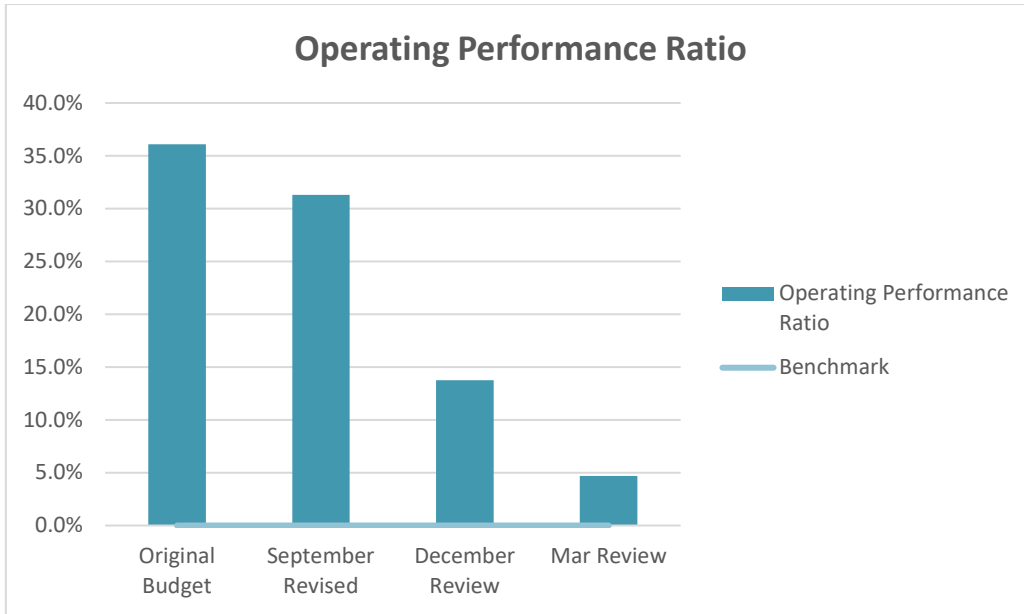
A debt service ratio of 19.3 times means Council has capacity to meet its loan repayments.



Purpose of Interest Cover Ratio **Commentary on 2023/24 Result**
Mar 2023/24 Ratio 62.9x

This ratio measures the availability of operating cash to service interest payments.

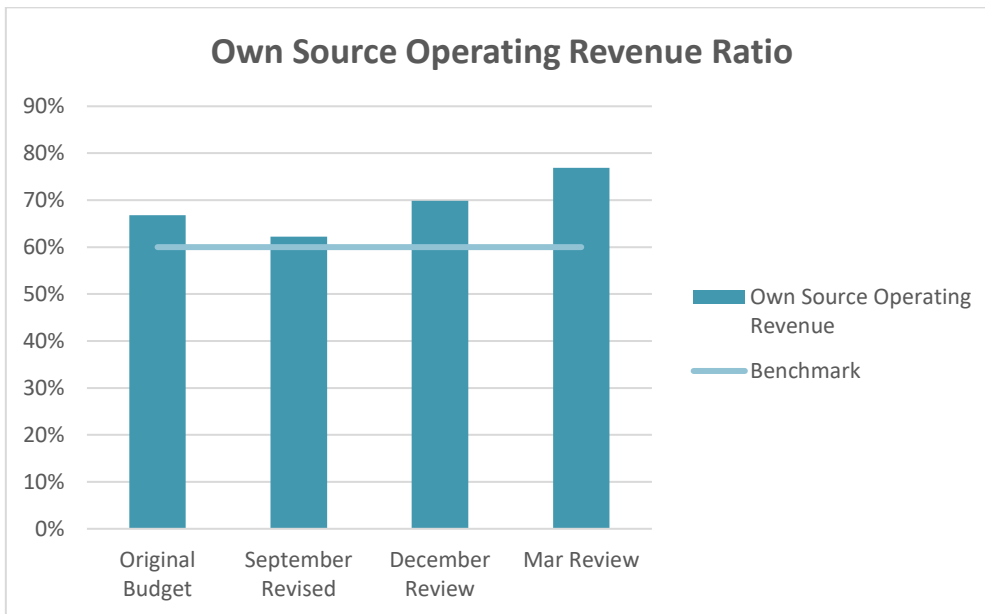
An interest cover ratio of 62.9 times means Council has more than adequate cash to cover interest payments on its debt.



| | |
|---|--|
| Purpose of Operating Performance Ratio | Commentary on 2023/24 Result Mar 2023/24 Ratio 13.1% |
|---|--|

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

The operating performance ratio of 4.7% is above the OLG benchmark following the extraordinary financial impacts of recent natural disasters, which is phasing out.



| | |
|--|--|
| Purpose of Own Source Operating Revenue Ratio | Commentary on 2023/24 Result Mar 2023/24 Ratio 77% |
|--|--|

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

This ratio shows that Council just above the benchmark and is not overly reliant on external grant funding.

Contracts Budget Review Statement

For the period 1 July 2023 to 31 March 2024

| Contracts Budget Review Statement | | | | | | |
|-----------------------------------|---|--------------------------|------------|------------|--------------------|----------------|
| Contractor | Contract Detail and Purpose | Contract Value (GST Inc) | Date | Minute No. | Length of Contract | Budgeted (Y/N) |
| Gracey's Earthmoving | South Bowenfels Link Road | \$754,160 | 28/08/2023 | 10.3.2 | | Y |
| Komatsu Australia Pty | Replacement of Grader-Komatsu GD 655-7 | \$516,560 | 25/09/2023 | 10.3.1 | | Y |
| To Contract | Hook-Lift Truck | \$360,000 | 25/09/2023 | 10.4.1 | | Y |
| Gracey's Earthmoving | 4.4 Peach Tree Road, Megalong Valley | \$485,000 | 23/10/2023 | 10.2.5 | | Y |
| Gracey's Earthmoving | South Bowenfels link road (construction of Three Tree Drive) | \$685,600 | 23/10/2023 | 10.2.6 | | Y |
| Gracey's Earthmoving | Hillcrest No. 2 Sewer Pumping Station | \$714,400 | 23/10/2023 | 10.2.6 | | Y |
| Interflow Pty | Sewer Mains Relining | \$273,246 | 27/11/2023 | 10.2.3 | | Y |
| TWS Evolution Pty Ltd | Design & Construction of Maddox Lane Sewerage Pumping Station | \$569,500 | 27/11/2023 | 10.2.4 | | Y |
| Central Industries | Replacement of the Charles Street Road Bridge, Rydal | \$577,054.50 | 26/02/2024 | 10.2.2 | | Y |
| Interflow Pty Limited | Condition Assessment of Gravity Sewer and Stormwater Mains using CCTV | \$138,154.50 | 26/02/2024 | 10.2.3 | | Y |
| | Smoke Testing of Sewer Service Lines | | | | | |
| | Pipe Relining | | | | | |
| Bridgecheck Australia Pty Ltd | Replacement of the Red Hill Road Bridge, Upper Turon | \$447,810 | 22/04/2024 | 10.2.4 | | Y |
| Structor Projects Pty Ltd | Lithgow Store Construction Project - Contract Variation | \$507,885.51 | 22/04/2024 | 10.2.5 | | Y |

Consultancy and Legal Expenses Review Statement

| Consultancy and Legal Expenses Review Statement | | |
|---|------------------|----------------|
| Expense | YTD Expenditure* | Budgeted (Y/N) |
| Consultancies | \$399,129 | Y |
| Legal Fees | \$169,855 | Y |

*Actual expenditure 1 July 2023 to 31 March 2024.

Note: A consultant is a person or organisation engaged under contract on a temporary basis to provide recommendations or high level specialist 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.