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CONFIDENTIAL ITEMS

Clause 240(4) of the Local Government (General) Regulation 2005 requires Council to refer any business to be considered when the meeting is closed to the public in the Ordinary Business Paper prepared for the same meeting. Council will discuss the following items under the terms of the Local Government Act 1993 Section 10A(2), as follows:

**ITEM 6 CABONNE COUNCIL ROAD NETWORK FLOOD DAMAGE
RESTORATION PROGRAM**

(d) (ii) commercial information of a confidential nature that would, if disclosed, confer a commercial advantage on a competitor of the council

ANNEXURE ITEMS

ANNEXURE 25.1 SEPTEMBER QBR 2023 FINAL.....8

ITEM 25 - QUARTERLY BUDGET REVIEW

REPORT IN BRIEF

Reason For Report	To advise council of the present position of the 2023/2024 budget as at September 2023 quarter and to submit changes to the budget for approval and inclusion
Policy Implications	Nil
Budget Implications	Yes - \$127,000 deficit
IPR Linkage	1.1.2.1c - Undertake review of Council's budget on a quarterly basis.
Annexures	1. September QBR 2023 Final ↓
File Number	\\OFFICIAL RECORDS LIBRARY\FINANCIAL MANAGEMENT\FINANCIAL REPORTING\FINANCIAL REPORTS TO COUNCIL - 1608713

RECOMMENDATION

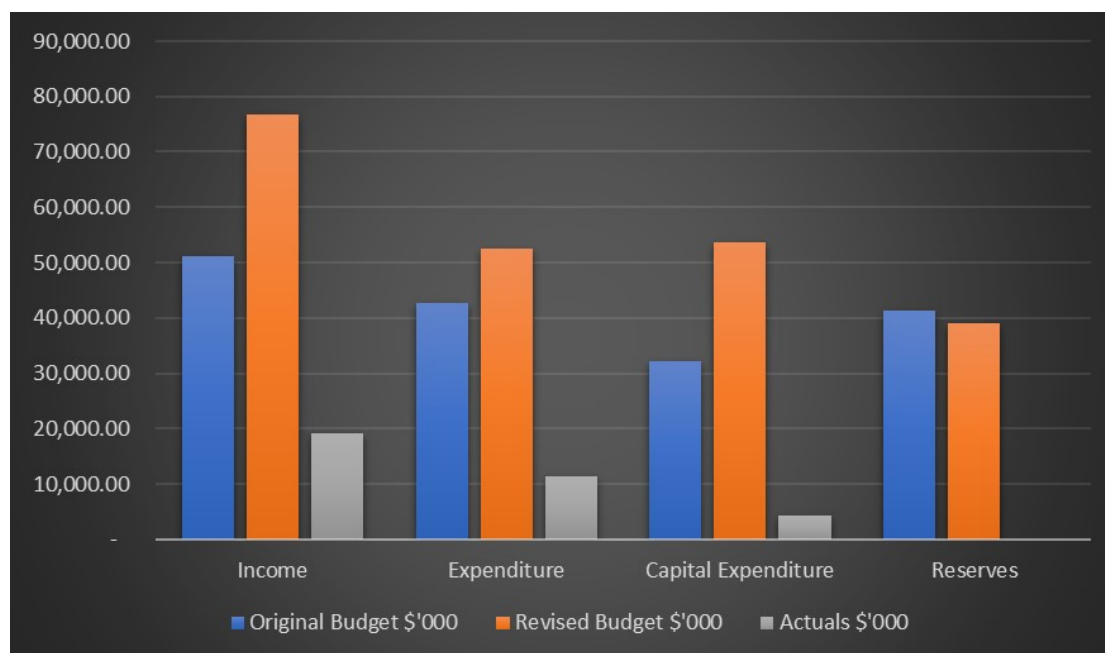
THAT council note the variances in the report and authorise those changes to be included in the 2023/2024 Council Budget

DEPARTMENT LEADER - FINANCE'S REPORT

The purpose of the Quarterly Budget Review is to adjust the budget in response to changes in the financial landscape and decisions made since the setting of the original budget. The report is presented to provide fair and reasonable information to Councillors regarding the current state of the 20023/2024 budget, considering all known factors up to 30 September 2023.

Consolidated Results

The overall impact on the original budget due to the changes listed in the Quarterly Budget Review Statement are detailed below.



Consolidated Results

	Original Budget \$'000	Revised Budget \$'000
Operating result	\$8,464 surplus	\$24,246 surplus
Cash result	\$385 surplus	\$260 surplus
Capital Expenditure	\$32,124	\$53,726
Reserve balances	\$41,334 opening*	\$38,957 *

***Financial Statements for 2023 are still in progress and finalised prior to November 2023**

Fund Results

The overall impact on council funds from the original budget due to the changes listed in the Quarterly Budget Review Statement are detailed below.

Operating Result	Original Budget \$'000	Revised Budget \$'000
General Fund	\$9,301 surplus	\$25,206 surplus
Sewer Fund	(\$88) deficit	(\$226) deficit
Water Fund	(\$749) deficit	(\$734) deficit

Income

The September quarter budget variations increase operating income by \$8.28m. Overall, including already approved budget changes, income has increased from the original budget by \$25.55m.

Income adjustments for the quarter include the carry forward projects from the previous year that have now been included in this year's budget. Most of this

income is from grant funding that will fund capital expenditure. Other income items include an adjustment for the increase in Domestic Waste Management income (\$126k), confirmation of the LRCI Phase 4 Part B Coffee Hill Rehabilitation (\$746k), increase in Community Services Funding (\$64k), approved TfNSW EPA RW Natural Disaster work for the 2024 Financial year (\$6.6m), Safe & Secure Water Funding (\$674k) The full list is detailed in the quarterly budget review statement.

Operating Expenditure

The September quarter budget variations increase operating expenditure by \$7.45m Overall, including already approved budget changes, expenditure has increased from the original budget by \$9.77m.

Expenditure adjustments for the quarter is a result of carried forward expenditure from the previous year that has now have been included in this year's budget and current quarter budget adjustments.

Quarterly adjustments include an increase in the NSW Emergency Services, NSW Fire and Rescue Levy, and NSW Rural Fire Service contribution (\$86k). Anticipated additional legal expenses due to the land purchase, transfer, and settlement for Waston Street, Molong (\$15k). Savings in the Workers Compensation costs have been reallocated to the Cabonne Home Support Relocation expenses in Canowindra (\$100k) The full list is detailed in the quarterly budget review statement.

Capital Expenditure

The September quarter budget variations increase the capital expenditure by \$21.60m (\$20.82m carry over/revotes and \$781k variations for September 2023)

Income adjustments for the quarter is a result of the carry forward expenditure from the previous year that now have been included in this year's budget (\$20.82m)

Major carry forward capital expenditure includes continuing Building Better Region Fund and Resources for Regions grants for the Active Cabonne projects. Active Transport/LRCI Footpath works (\$814k), Swimming Pool capital works (\$2.2m), Canowindra Grandstand & Amenities (\$732k), Works on Roads and Bridges (\$6.2m). A detailed list is included in the quarterly budget review statement.

The September 2023 quarter capital expenditure adjustments is for the LRCI Part B Coffee Hill Rehabilitation project (\$746k) and Active World Swimming Software Purchase (\$35k).

Reserve Movements

September 2023 Quarter reserve movements include increase community services reserve with the additional income from the community services grants (\$48k). Increase Domestic Waste Reserve with additional income (\$126k)

Reduction in Reserves are from revoked expenditure on projects:

1. *Stage 2 Longs Corner Road – Canowindra Town Improvement (\$393k)
2. *Cudal Office Refurbishment – Road works reserve (\$540k)
3. *Renewable Energy Project – Future Innovation Fund (\$50k)

The position of cash and investments as 30 September 2023 is satisfactory, noting that a number of claims for the Natural Disaster assistance are currently being assessed. Council has submitted claims to the value of \$11m, received \$4m and expected to submit further claims to the value of \$7m.

Since 1 July 2023 there has only been small anticipated movement in internal reserves. The receipt of the Natural Disaster claims that are currently being assessed will be returned against internal reserves balances. The timing for the delivery of projects which are funded from internal reserves and included in this budget is dependent on the settlement of the Natural Disaster Claims.

ITEM 26 - TRANSFER FROM COUNCIL RESERVES TO FUND MID SCALE SOLAR PLANT NEXT STEPS

REPORT IN BRIEF

Reason For Report	Request of transfer of funds from reserves to progress the Mid Scale Solar Plant project
Policy Implications	Nil
Budget Implications	Transfer of \$50,000 from Future Innovation reserve to budget.
IPR Linkage	1.3.2.1a - Implement the adopted actions from Council's Renewable Energy Action Plan (REAP).
Annexures	Nil
File Number	\\OFFICIAL RECORDS LIBRARY\ENERGY SUPPLY AND TELECOMMUNICATIONS\PLANNING\PROPOSED SOLAR ELECTRICITY PROJECT - 1612277

RECOMMENDATION

THAT council authorise the transfer of \$50,000 from the Future Innovation reserve to the budget to fund next steps on the Mid Scale Solar project.

DEPARTMENT LEADER - INNOVATION & TECHNOLOGY'S REPORT

Whilst council is still waiting for the completion of the relevant electrical network studies, the Mid Scale Solar project has progressed far enough that work can begin to develop a specification to be used to go to market for the design and construction of the plant and to develop the project's procurement plan. Council has received an estimation of costs for this phase from suitably qualified consultants, and it is recommended that \$50,000 be transferred from the Future Innovation reserve to the budget to fund this phase of the project.

Of the network studies, 3 of the 5 have been completed and approved with the remaining 2 studies to be completed in the coming weeks. It is expected that upon successful completion of the remaining studies, the development of the specification and procurement plan, and with funding already identified, council will be ready to go to market for the design and construction of the Mid Scale Solar plant.

ITEM 27 - AGE OF FISHES CATERING FEES AND CHARGES

REPORT IN BRIEF

Reason For Report	To remove catering at the Age of Fishes from the Fees and Charges 2023-24
Policy Implications	Nil
Budget Implications	Cost neutral.
IPR Linkage	1.1.1.1e - Manage risks.
Annexures	Nil
File Number	\\OFFICIAL RECORDS LIBRARY\FINANCIAL MANAGEMENT\FEES AND CHARGES\ANNUAL FEES and CHARGES - 1612843

RECOMMENDATION

THAT council agree to remove 10.02 – Catering from council's 2023-24 Fees and Charges.

LEADER - COMMUNITY AND ECONOMY REPORT

The Age of Fishes Museum (the museum) currently offers catering services as part of group tour bookings.

In council's 2023-24 Fees and Charges catering at the museum is charged at \$15/head for lunch and \$8/head for morning or afternoon tea.

In 2022-23, the museum providing catering to two groups. The requirement for group catering has dropped off significantly since COVID-19.

Catering has been sourced through the Canowindra Country Women's Association (CWA). CWA currently charges \$8 per head for morning or afternoon tea and \$12 per head for lunch. Therefore, there is nil to very little profit returned to the museum.

The CWA has recently advised the museum that they are unable to support catering, primarily due to increases in grocery costs, which inflates the per/head price beyond what is viable.

There are no other cost-efficient catering options in Canowindra, that would fit within council's Fees and Charges structure.

The Age of Fishes Management Team have, on occasion, fulfilled catering requests themselves. The Age of Fishes Museum does not have a suitable kitchen to accommodate this on a regular basis. Additional casual staff are also required to support the museum's operations whilst management are providing catering services.

Free BBQ and the outdoor garden facilities are available at the museum for groups who would like to self-cater. It is also proposed that staff provide recommendations to other businesses who can provide food services within Canowindra, for groups requiring catering.

Subject to council's agreement, references to catering services would be removed from the museum's website and noted within the 2023-24 Fees and Charges.



Quarterly Budget Review Statement

For the quarter ended
30 September 2023



Cabonne Council

Quarterly Budget Review Statement
for the period 01/07/23 to 30/09/23

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Cabonne Council

Quarterly Budget Review Statement

for the period 01/07/23 to 30/09/23

Report by responsible accounting officer

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

30 September 2023

It is my opinion that the Quarterly Budget Review Statement for the quarter ended 30th September 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:



Heather Nicholls
Responsible Accounting Officer

Date:

20/10/2023

Cabonne Council

Quarterly Budget Review Statement

for the period 01/07/23 to 30/09/23

Introduction

The Quarterly Budget Review Statements (QBRS) provide an overview of Council's progress against the annual budget and subsequent revisions at the end of each quarter. It includes explanations for major budget variations that are collated by Council's Department Leaders across all departments within the organisation as well as the Finance team that result in recommendations for budget changes.

The following financial reports are included in the September QBRS:

- 1 Income & Expenses Budget Review Statement by Fund. This is a budget summary statement showing actual income and expenditure for the year to 30 September 2023 against the original annual budget. It shows the proposed budget adjustments and an updated annual budget forecast for the financial year. The consolidated budget summary includes the General Fund, Water and Sewer Fund financial information.
- 2 Budget Review Cash Budget
- 3 Income & Expenses Budget Review statement by Program/Activity
- 4 Capital Budget Review Statement. This report provides actual expenditure for the year to 30 September 2023 and in the respective asset group
- 5 Cash and Reserves Statement. This report shows Council's total cash and reserves, including the working fund balance as at 30 September 2023
- 6 Budget Review Key Performance Indicators
- 7 Budget Review Contracts - Summary of New Contracts
- 8 Consultancy & Legal Expenses
- 9 Loan Summary

Cabonne Council

Quarterly Budget Review Statement
for the period 01/07/23 to 30/09/23

Income & expenses budget review statement

Budget review for the quarter ended 30 September 2023

Income & expenses - Council Consolidated

	Original budget 2023/24 \$'000	Approved Changes		Revised budget 2023/24 \$'000	Variations for this Sep Qtr \$'000	Notes	Projected year end result \$'000	Actual YTD figures \$'000
		Carry forwards \$'000	Other than by QBRs \$'000					
Income								
Rates and annual charges	16,374			16,374	127	1	16,501	13,893
User charges and fees	7,947			7,947			7,947	681
Other revenues	489			489			489	227
Other income	191			191	4	2	195	29
Grants and contributions - operating	9,879	593		10,472	7,404	3	17,876	2,834
Grants and contributions - capital	15,434	16,676		32,110	746	4	32,856	1,101
Interest and investment revenue	645			645			645	411
Net gain from disposal of assets	300			300			300	-
Total income from continuing operations	51,260	17,269	-	68,528	8,281		76,809	19,175
Expenses								
Employee benefits and on-costs	18,179			18,179	(95)	5	18,084	3,228
Borrowing costs	80			80			80	15
Materials and Contractors	5,653	2,318	100	8,072	7,458	6	15,530	2,902
Depreciation and amortisation	14,300			14,300	(1)		14,299	3,561
Other expenses	4,583		(100)	4,483	87	7	4,570	1,700
Total expenses from continuing operations	42,796	2,318	-	45,114	7,449		52,563	11,406
Net operating result from continuing operations	8,464	14,950	-	23,414	832		24,246	7,769
Discontinued operations - surplus/(deficit)				-			-	
Net operating result from all operations	8,464	14,950	-	23,414	832		24,246	7,769
Net Operating Result before Capital Items	(6,970)	(1,726)	-	(8,696)	85		(8,610)	6,668

Cabonne Council

Income & expenses budget review statement

Budget review for the quarter ended 30 September 2023

Income & expenses - General Fund

	Original budget 2023/24 \$'000	Approved Changes		Revised budget 2023/24 \$'000	Variations for this Sep Qtr \$'000	Notes	Projected year end result \$'000	Actual YTD figures \$'000
		Carry forwards \$'000	Other than by QBRS \$'000					
Income								
Rates and annual charges	13,513			13,513	127	1	13,640	13,648
User charges and fees	7,284			7,284			7,284	515
Other revenues	484			484			484	226
Other income	183			183	4	2	187	28
Grants and contributions - operating	9,879	593		10,472	6,715	3	17,187	2,834
Grants and contributions - capital	15,434	16,676		32,110	746	4	32,856	1,052
Interest and investment revenue	614			614			614	403
Net gain from disposal of assets	300			300			300	-
Total income from continuing operations	47,691	17,269	-	64,960	7,592		72,552	18,706
Expenses								
Employee benefits and on-costs	16,841			16,841	(95)	5	16,746	3,028
Borrowing costs	0			0			0	-
Materials and Contractors	4,605	2,180	100	6,885	6,784	6	13,669	2,570
Depreciation and amortisation	12,743			12,743	(1)		12,742	3,124
Other expenses	4,202		(100)	4,102	87	7	4,189	1,567
Total expenses from continuing operations	38,391	2,180	-	40,571	6,775		47,346	10,289
Net operating result from continuing operations	9,301	15,088	-	24,389	817		25,206	8,417
Discontinued operations - surplus/(deficit)				-			-	
Net operating result from all operations	9,301	15,088	-	24,389	817		25,206	8,417
Net Operating Result before Capital Items	(6,133)	(1,588)	-	(7,721)	71		(7,650)	7,365

Cabonne Council

Quarterly Budget Review Statement

for the period 01/07/23 to 30/09/23

Income & expenses budget review statement

Budget review for the quarter ended 30 September 2023

Income & expenses - Water Fund

	Original budget 2023/24 \$'000	Approved Changes		Revised budget 2023/24 \$'000	Variations for this Sep Qtr \$'000	Notes	Projected year end result \$'000	Actual YTD figures \$'000
		Carry forwards \$'000	Other than by QBRs \$'000					
Income								
Rates and annual charges	588			588			588	49
User charges and fees	586			586			586	153
Other revenues	5			5			5	1
Other income	3			3			3	-
Grants and contributions - operating	-			-	689	3	689	-
Grants and contributions - capital	-			-			-	-
Interest and investment revenue	10			10			10	3
Net gain from disposal of assets	-			-			-	-
Total income from continuing operations	1,191	-	-	1,191	689		1,880	206
Expenses								
Employee benefits and on-costs	665			665			665	103
Borrowing costs	-			-			-	-
Materials and Contractors	436			436	674	6	1,111	164
Depreciation and amortisation	714			714			714	211
Other expenses	125			125			125	26
Total expenses from continuing operations	1,940	-	-	1,940	674		2,614	505
Net operating result from continuing operations	(749)	-	-	(749)	15		(734)	(299)
Discontinued operations - surplus/(deficit)								
Net operating result from all operations	(749)	-	-	(749)	15		(734)	(299)
Net Operating Result before Capital Items	(749)	-	-	(749)	15		(734)	(299)

Cabonne Council

Quarterly Budget Review Statement
for the period 01/07/23 to 30/09/23

Income & expenses budget review statement

Budget review for the quarter ended 30 September 2023

Income & expenses - Sewer Fund

	Original budget 2023/24 \$'000	Approved Changes		Revised budget 2023/24 \$'000	Variations for this Sep Qtr \$'000	Notes	Projected year end result \$'000	Actual YTD figures \$'000	Variance Surplus (Deficit)	Notes
		Carry forwards	Other than by QBRS							
Income										
Rates and annual charges	2,274			2,274			2,274	196	(2,078)	
User charges and fees	77			77			77	13	(64)	
Other revenues	-			-			-	-	-	
Other income	4			4			4	1	(4)	
Grants and contributions - operating	-			-			-	-	-	
Grants and contributions - capital	-			-			-	49	49	
Interest and investment revenue	22			22			22	5	(17)	
Net gain from disposal of assets	-			-			-	-	-	
Total income from continuing operations	2,377	-	-	2,377	-		2,377	264	(2,113)	
Expenses										
Employee benefits and on-costs	673			673			673	96	577	
Borrowing costs	80			80			80	15	65	
Materials and Contractors	612	138		750			750	168	582	
Depreciation and amortisation	843			843			843	227	617	
Other expenses	257			257			257	106	151	
Total expenses from continuing operations	2,465	138	-	2,603	-		2,603	612	1,991	
Net operating result from continuing operations	(88)	(138)	-	(226)	-		(226)	(349)	(122)	
Discontinued operations - surplus/(deficit)										
Net operating result from all operations	(88)	(138)	-	(226)	-		(226)	(349)	(122)	
Net Operating Result before Capital Items	(88)	(138)	-	(226)	-		(226)	(398)	(172)	

Cabonne Council

Quarterly Budget Review Statement

for the period 01/07/23 to 30/09/23

Income & expenses budget review statement

Budget review for the quarter ended 30 September 2023

Income & expenses - Council Consolidated

	Original budget 2023/24 \$'000	Approved changes		Revised budget 2023/24 \$'000	Variations for this Sep Qtr \$'000	Notes	Projected year end result \$'000	Actual YTD figures \$'000
		Carry forwards \$'000	Other than by QBRs \$'000					
Income								
Administration	280			280	4		283	51
Governance	9			9			9	2
Public order & safety	15			15			15	(31)
Health	432			432	10		442	96
Environment	2,315			2,315	127		2,442	2,100
Community services & education	1,799			1,799	64		1,864	640
Housing & community amenities	352			352			352	88
Recreation & Culture	1,797			1,797	3		1,800	556
Water supplies	1,191			1,191	689		1,880	206
Sewer supplies	2,377			2,377			2,377	264
General Purpose Revenues	15,686			15,686			15,686	12,139
Grant Funded Programs	15,434	17,269		32,703	7,384		40,087	2,676
Manufacturing & construction	87			87			87	35
Age of Fishes	133			133			133	36
Plant & Depots	428			428			428	65
Transport & communication	8,552			8,552			8,552	113
Economic affairs	373			373			373	35
Total income from continuing operations	51,260	17,269	-	68,529	8,281		76,809	19,070
Expenses								
Administration	1,429	151	(100)	1,480	(214)		1,267	699
Governance	1,809	88		1,897	15		1,912	551
Public order & safety	1,000			1,000	99		1,100	83
Health	683			683	10		693	179
Environment	3,538	51		3,590			3,590	847
Community services & education	2,370	15	100	2,485	16		2,501	586
Housing & community amenities	914			914	217		1,131	242
Recreation & Culture	3,311	191		3,502	(32)		3,470	529
Water supplies	1,940			1,940	674		2,614	293
Sewer supplies	2,465	138		2,603			2,603	305
General Fund Depreciation	10,733			10,733			10,733	3,561
Grant Funded Programs	107	1,465		1,572	6,663		8,236	1,553
Manufacturing & construction	82			82			82	13
Age of Fishes	438			438	18		456	109
Plant & Depots	784	35		818			818	(130)
Transport & communication	9,519			9,519			9,519	1,550
Mining Manufacturing & Construction	-			-			-	-
Economic affairs	1,671	184		1,855	(18)		1,837	332
Total expenses from continuing operations	42,796	2,318	-	45,113	7,449		52,562	11,302
Net operating result from continuing operations	8,464	14,951	-	23,415	832		24,247	7,769
Discontinued operations - surplus/(deficit)								
Net operating result from all operations	8,464	14,951	-	23,415	832		24,247	7,769
Net operating result before capital items	(6,970)	(1,726)		(8,696)	85		(8,610)	6,668

Cabonne Council

Quarterly Budget Review Statement
for the period 01/07/23 to 30/09/23

Income & expenses budget review statement
Recommended changes to revised budget

Budget Variations being recommended include the following material items:

Notes	Details	
Income		
1	\$ 126,672	Increase income budget of Rates & Charges for Cabonne Waste Management
	\$ 126,672	Rates and annual charges
2	\$ 3,500	increase in income of Leaseback car from the department of SP&C
	\$ 3,500	Other Income
3	\$ 15,921	Increase in income budget of Children Services Workforce Subsidy
	\$ 6,569	Increase in income budget of HACC Meals Grant
	\$ 9,263	Increase in income budget of HACC Home Maintenance Grant
	\$ 5,848	Increase in income budget of HACC Social Support - Individual Grant
	\$ 8,391	Increase in income budget of HACC Social Support - Group Grant
	\$ 18,471	Increase in income budget of Community Transport Grant
	\$ 2,833	Increase in income budget of Library Priority Grant
	\$ 6,635,646	Increase income budget of Natural Disaster - Flood Damage Road Repair
	\$ 577,500	Increase income budget of SSWP453 Molong Water Supply Scheme
	\$ 111,277	Increase income budget of SSWP270 Sub-Regional Town Water Strategy Project
	\$ 7,391,718	Grants and contributions - operating
4	\$ 746,275	Increase in income budget of LRCI Phase 4 Part B - Coffee Hill rehabilitation
	\$ 746,275	Grants and contributions - capital
	\$ 12,500	Total other income budget variations
	\$ 8,280,666	Total Income Budget Increased
Expenses		
5	-\$ 217,000	Transfer the salary budget from Transport Infrastructure to Development Services
	\$ 217,000	Transfer the salary budget from Transport Infrastructure to Development Services
	\$ -	Employee benefits and on-costs

6	\$ 6,289,311	Increase in expense budget of Natural Disaster - Flood Damage Road Repair
	\$ 346,334	Increase in expense of Natural Disaster - Flood Damage Road Repair
	\$ 15,000	Increase in Legal Expenses budget of Watson Street Land purchase, transfer, and settlement
	\$ 25,000	Increase the budget for Strong Start Cadetship Program
	\$ 577,500	Increase the budget for SSWP453 Molong Water Supply Scheme
	\$ 96,772	Increase the budget for SSWP270 Sub-Regional Town Water Strategy Project
	\$ 7,349,918	Contractor & Consultancy Costs
<hr/>		
7	\$ 59,999	Increase the budget for NSW Emergency Services and Fire & Rescue Levy
	\$ 39,360	Increase the budget for NSW Rural Fire Service Levy
	\$ 99,359	Other Expenses
<hr/>		
	-\$ 246	Total other expenses budget variations
	\$ 7,449,031	Total Expenses Budget Increased
	\$ 831,635	Total Operating cash generated by September QBR
<hr/>		
Capital expenditure		
	\$ 781,275	Increase in Capital expenditure
	\$ 50,360	Net operating result from all operations by September QBR
<hr/>		
Reserve Movements		
	\$ 48,542	Increase in Community Services Grants - Transfer to Reserve
	\$ 126,672	Increase in Waste Income - Transfer to Reserve
	\$ 175,214	Total Reserve movements
<hr/>		
Reconciliation to cash movement by September QBR change		
	-\$ 124,854	Budget Deficit
<hr/>		
Revotes & Carry Overs - Income		
	\$ 20,000	Grant Funding - Age of Fishes - Curatorial Study
	\$ 11,945	Grant Funding - Business Case Study Water & Sewer Funding Expansion
	\$ 560,800	Grant Funding - R4R - Operational Swimming Pool
	\$ 592,745	Total Operating Grants & Contributions - Carry Over/Revotes
<hr/>		

Cabonne Council

Quarterly Budget Review Statement

for the period 01/07/23 to 30/09/23

Capital budget review statement

Budget review for the quarter ended 30 September 2023

Capital budget - Council Consolidated

	Original budget 2023/24 \$'000	Approved changes		Revised budget 2023/24 \$'000	Variations for this Sep Qtr \$'000	Notes	Projected year end result \$'000	Actual YTD figures \$'000	Notes
		Carry forwards \$'000	Other than by QBRS \$'000						
Capital expenditure									
New assets									
- Plant & equipment	3,824	2,055		5,879			5,879	471	
- Land & buildings	400	2,443		2,843			2,843	-	
- Other Structures	5,422	217		5,639			5,639	15	
- Open Spaces & Recreational		15		15			15	-	
- Land Improvements		3,453		3,453			3,453		
- Roads, Bridges & Footpaths		1,052		1,052			1,052		
- Water & Sewer Assets		126		126			126		
- Intangible				-	35	8	35	1	
Renewal assets (replacement)									
- Plant & equipment		96		96			96		
- Land & buildings		1,696		1,696			1,696	340	
- Capital works in progress								999	
- Roads, bridges, footpaths	18,511	6,269		24,780	746	9	25,526	2,342	
- Land Improvements	3,794	84		3,878			3,878	2	
- Open Spaces & Recreational		20		20			20		
- Other Structures	173	371		544			544	72	
- Swimming Pools		2,267		2,267			2,267	21	
- Quarry		78		78			78		
- Water & Sewer		579		579			579	-	
								-	
Total capital expenditure	32,124	20,821	-	52,945	781		53,726	4,262	
Capital funding									
Rates & other untied funding	6,407	30		6,437	35		6,472	220	
Capital grants & contributions	18,577	15,757		34,334	746		35,080	3,328	
Reserves:									
- External restrictions/reserves				-			-		
- Internal restrictions/reserves	3,700	5,034		8,734			8,734	0	
New loans	3,140			3,140			3,140	713	
Receipts from sale of assets									
- Plant & equipment	300			300			300	-	
- Land & buildings				-			-	-	
Total capital funding	32,124	20,821	-	52,945	781		53,726	4,262	
Net capital funding - surplus/(deficit)	-	-	-	-	(0)		(0)		

Cabonne Council

Quarterly Budget Review Statement
for the period 01/07/23 to 30/09/23

Capital budget review statement
Recommended changes to revised budget

Budget variations being recommended include the following material items:

Notes Details

		<u>Sep QBR</u>		
		New Assets		
8		Roads, bridges, footpaths		
	341610	\$	746,275.00	Increase capital income from LRCI Part B Coffee Hill Rehabilitation
		\$	746,275.00	
<hr/>				
9		Intangible		
	528498	\$	35,000.00	Transfer from Pool Casual Employment Wages to Active Word Project/software
		\$	35,000.00	
		\$	781,275.00	TOTAL CHANGES SEPT QBRS

Carry Overs & Revotes

New Assets

		Plant & Equipment		
	501005	\$	100,000.00	River Gauges - OLG
	528762	\$	26,680.50	SMART Metering and load control installations across Council sites
	528776	\$	471,128.81	Activate Cabonne - Town Entry Signage (100% R4R)
	540513	\$	113,000.00	P8908 Mobile Security Trailer
	540542	\$	41,496.00	Colorado 4 x 4 Single Cab
	540621	\$	330,000.00	P0001 Mack Superliner (Float)
	540623	\$	55,000.00	Isuzi NLR 45
	540624	\$	220,000.00	Isuzu FVR 1000 (FUEl Truck)
	540625	\$	120,000.00	Hino FC1022 (molong Town Maint)
	540630	\$	51,000.00	Extra Cab Weeds
	540634	\$	51,000.00	Cudal Cab (Molong Grader)
	540637	\$	51,000.00	Extra Cab (Ranger)
	540640	\$	42,000.00	Leaseback Overseer
	540643	\$	57,000.00	Leaseback Deputy General Manager
	540644	\$	44,000.00	Leaseback HACC
	540647	\$	47,000.00	Leaseback Co

540649	\$	47,000.00	Leaseback Co
540650	\$	52,000.00	Leaseback Department Leader
540651	\$	42,000.00	Leaseback Overseer
540652	\$	52,000.00	Leaseback Department Leader
540653	\$	42,000.00	Leaseback Overseer
	\$	2,055,305.31	

Land & Buildings

500529	\$	298,924.36	Manildra Female Changerooms
501006	\$	750,000.00	Eugowra Evacuation Centre - OLG
518305	\$	50,000.00	Canowindra Medical Centre Design
519607	\$	76,000.00	VP - 20/21 Eugowra
519608	\$	480,609.00	VP - 21/22 Molong
374205	\$	787,000.00	Stage 2 Longs Corner Road
	\$	2,442,533.36	Land & Buildings

Other Structures

514174	\$	96,560.64	Manildra depot shed and amenities
516201	\$	2,760.00	New Animal Shelter (concept and design)
528976	\$	117,950.91	Renewable Energy Project
	\$	217,271.55	

Open Spaces & Recreational Assets

528123	\$	15,230.00	Eugowra Showground (Shade Sale for Undercover Seating)
	\$	15,230.00	

Land Improvements

528777	\$	28,750.00	Molong Recreation Ground Pathway Additions
528796	\$	129,486.00	Activate Molong - R4R - Bank Street - Street Furniture
528797	\$	1,058,679.82	R4R - Active Canowindra - Budget to be allocated
528798	\$	625,763.89	R4R - Active Molong - Budget to be allocated
490002	\$	65,217.00	Gasworks Lane Molong Car Park
500571	\$	39,915.00	Canowindra Sportsground discus/hammer cage
500578	\$	311,106.14	Swinging Bridge Precinct Stage 1 (50% R4R & 50% BBRF, N/O)
500582	\$	68,875.00	Canowindra Footpath Construction Flynns Lane to Swinging Bridge
500583	\$	631,804.84	BBRF - Active Canowindra
500584	\$	493,414.94	BBRF - Active Molong
	\$	3,453,012.63	

Roads, Bridges & Footpaths

404236	\$	68,604.00	Windeyer Street Manildra New Culvert
440061	\$	169,223.46	Footpaths - Belmore Street - Cargo
440062	-\$	776.54	Footpaths CARGO - Belmore Street (Inn to Forbes)
440063	\$	99,119.96	Footpaths LONG POINT ROAD MULLION CREEK
440064	\$	89,533.96	Footpaths FORBES STREET YEOVAL
440065	\$	149,533.76	Footpaths TAYLOR STREET
440066	\$	139,533.96	Footpaths CUMNOCK MCLAUGHLIN STREET
440067	\$	129,119.96	Footpaths TILGA STREET CANOWINDRA
440068	\$	109,533.96	Footpaths ORANGE STREET MANILDRA
440069	\$	39,223.46	Footpaths WELLINGTON STREET MOLONG
440070	\$	59,119.96	Footpaths NOBLE STREET EUGOWRA
	\$	1,051,769.90	
Water & Sewer Assets			
610108	\$	68,394.94	Molong WTP Plant Office & Lab
710114	\$	57,500.00	Molong WWTP Office & kitchen
	\$	125,894.94	
RENEWAL ASSETS			
Plant & Equipment			
514132	\$	33,891.00	Backup Network Links between sites
514162	\$	13,534.00	Replace 3 Microwave links (Molong office to WTP, WTP to Depot, Cudal Office to Depot)
15010020	\$	48,872.44	Disaster Recovery CAPEX uninsured Community Asset Replacement
	\$	96,297.44	
Land & Buidings			
500528	\$	305,548.66	Eugowra Female Changerooms
500555	\$	110,703.00	Eugowra Medical Centre
514177	\$	540,728.00	Cudal Office Refurbishment
520605	\$	6,665.35	Cabonne Home Support Refurbishment
528764	\$	732,654.00	R4R - Canowindra Grandstand & Amenities
	\$	1,696,299.01	
Roads, Bridges & Footpaths			
404371	\$	60,517.20	Cadia Road
404374	-\$	15,266.25	ROSI - Peak Hill road
411000	\$	500,000.00	Cargo Road (Trevors End0
411003	\$	902,233.56	Cargo Road (Darrens End)
411004	\$	600,000.00	Davy's Plains Road
411005	\$	662,191.30	Euchareena Road

411006	\$	480,000.00	Baldry Road
411007	\$	465,640.74	Belgravia Road
411008	\$	500,000.00	Obley Road
430017	\$	179,035.91	Washpen Bridge
440060	\$	532,231.21	Longs Corner Road
440076	\$	95,000.00	Gaskill Street
440077	\$	748,213.77	Amaroo Road
511001	\$	554,325.06	Roads to Recovery 2019/24
	\$	6,264,122.50	
<hr/>			
			Land Improvements
514189	\$	39,512.88	Reseal Cudal depot
528120	\$	33,260.00	NSW showground stimulus phase 2B - Eugowra showground (Concrete of areas surrounding pavillion)
528766	\$	11,500.00	Molong Hockey Fields Car Park
	\$	84,272.88	
<hr/>			
			Open Spaces
501007	\$	20,000.00	Molong Recreational Ground Softfall Restoration
	\$	20,000.00	
<hr/>			
			Other Structures
519200	\$	5,504.72	Water Tanks & Hoses at Tips
528119	\$	18,450.00	NSW showground stimulus phase 2B - Eugowra showground (Upgrade external lighting)
528978	\$	134,905.45	Eugowra urban services depot - shed and yard construction
537123	\$	211,509.80	Construction of 2 cabins at Canowindra Caravan Park
	\$	370,369.97	
<hr/>			
			Swimming Pools
528769	\$	434,400.00	Cudal Swimming Pool R4R Round 9
528771	\$	351,075.89	Eugowra Swimming Pool R4R Round 9
528772	\$	345,600.00	Manildra Swimming Pool R4R Round 9
528773	\$	529,200.00	Molong Swimming Pool R4R Round 9
528774	\$	483,600.00	Yeoval Swimming Pool R4R Round 9
528775	\$	123,000.00	Canowindra Swimming Pool R4R Round 9
	\$	2,266,875.89	
<hr/>			
			Quarry
532208	\$	77,904.18	Molong Quarry Rehabilitation
	\$	77,904.18	
<hr/>			

Water & Sewer		
610052	\$	15,144.15 Water Assets - Molong Flow from Molong Dam -transferred dto Job: 610109 Telemetry Improvements
610097	\$	184,000.00 Water Mains Renewal - Marsden St - transferred to Hydrant & Stop Valves job
610103	\$	111,862.00 Marsen Street Water Mains -transferred to Hydrant & Stop Valves job
610109	\$	48,172.55 Telemetry improvements
610110	\$	57,500.00 Flow meter installation - Cumnock, Yeoval, Delgany
710113	\$	74,438.84 Canowindra WWTP fencing realignment
710115	\$	88,000.00 Telemetry improvements
	\$	579,117.54

Carry Overs & Revotes - Capital Income

	\$	383,603.00 Grant Income - R4R - Canowindra Grandstand
	\$	2,266,875.00 Grant Income - R4R - Capital Costs - Swimming Pools
	\$	1,003,062.00 Grant Income - Footpaths - LRCI/Active Transport
	\$	1,011,785.00 Grant Income - BBRF - Activate Canowindra
	\$	1,132,702.00 Grant Income - R4R - Activate Canowindra
	\$	493,414.00 Grant Income - BBRF - Activate Molong
	\$	797,697.00 Grant Income - R4R - Activate Molong
	\$	748,213.00 Grant Income - LRCI - Amaroo Road
	\$	5,137.00 Grant Income - LRCI - Pye Street
	\$	95,000.00 Grant Income - LRCI - Gaskill Street Laneway
	\$	870,000.00 Grant Income - OLG - Capital
	\$	554,326.00 Grant Income - Roads to Recovery
\$	\$	355,057.00 Grant Income - R4R Round 8 - Town Entry Signs
	\$	572,396.00 Grant Income - SCCF - Changerooms
	\$	526,500.00 Grant Income - Fixing Local Roads - Longs Corner Road
	\$	33,635.00 Grant Income - Bridge Renewal Program - Washpen Bridge
	\$	1,402,233.00 Grant Income - Local Regional Roads - Cargo Road
	\$	600,000.00 Grant Income - Local Regional Roads - Davey's Plains Road
	\$	662,191.00 Grant Income - Local Regional Roads - Euchareena Road
	\$	480,000.00 Grant Income - Local Regional Roads - Baldry Road
	\$	465,640.00 Grant Income - Local Regional Roads - Belgravia Road
	\$	500,000.00 Grant Income - Local Regional Roads - Obley Road
	\$	66,940.00 Grant Income - NSW Showground Stimulus
	\$	30,000.00 Other Capital Income - Eugowra Medical Centre Committee
	\$	15,056,406.00

Cabonne Council

Quarterly Budget Review Statement

for the period 01/07/23 to 30/09/23

Budget Review Cash Budget

Budget review for the quarter ended 30 September 2023

Income & expenses - Council Consolidated

	Original budget 2023/24 \$'000	Approved Changes		Revised budget 2023/24 \$'000	Variations for this Sep Qtr \$'000	Notes	Projected year end result \$'000	Actual YTD figures \$'000
		Carry forwards \$'000	Other than by QBRs \$'000					
Income								
Rates and annual charges	16,374			16,374	127	1	16,501	13,893
User charges and fees	7,947			7,947			7,947	681
Other revenues	2,032			2,032			2,032	227
Other income	191			191	4	2	195	29
Grants and contributions - operating	9,879	593		10,472	7,404	3	17,876	2,834
Grants and contributions - capital	18,574	16,676		35,250	746	4	35,996	1,101
Interest and investment revenue	645	-		645			645	411
Total income from continuing operations	55,643	17,269	-	72,911	8,281		81,192	19,175
Expenses								
Employee benefits and on-costs	18,179			18,179	(95)		18,084	3,228
Borrowing costs	80			80		5	80	15
Materials and Contractors	5,653	2,318	100	8,072	7,458		15,530	2,902
Other expenses	4,583		(100)	4,483	87	6	4,570	1,700
Total expenses from continuing operations	28,496	2,318	-	30,814	7,450	7	38,264	7,845
TOTAL OPERATING CASH GENERATED	27,147	14,950	-	42,097	831		42,928	11,330
Less Capital Expenditure	32,124,072	20,821		52,945	781	8/9	53,726	
Net operating result from all operations	(4,977)	(5,871)	-	(10,848)	50		(10,798)	11,330
Cash from Reserve Transfers	5,362	5,871		11,233	(175)		11,058	
Budget Surplus/Deficit	385	1	-	385	(125)		260	-
	<i>Surplus</i>						<i>Surplus</i>	

Cabonne Council

Quarterly Budget Review Statement
for the period 01/07/23 to 30/09/23

Cash & investments budget review statement

Budget review for the quarter ended 30 September 2023

Cash & investments - Council Consolidated

Choice: Council Consolidated

Cash and Investments	Actual 30/06/2023	Actual 30/09/2023
Cash at Bank	9,128,542	1,399,090
Deposits on Call	4,205,894	6,558,000
Term Deposits	28,000,000	31,000,000
Total Cash at Bank & Investments	\$ 41,334,436.00	\$ 38,957,090.00

Cash attributable to:-	Actual 30/06/2023	Actual 30/09/2023
Externally restricted	35,986,068	32,604,006
Internally restricted	3,848,368	4,853,084
Opening Unrestricted	1,500,000	1,500,000
Cash surplus due to budget movements		
Total Cash at Bank & Investments	\$ 41,334,436.00 *	\$ 38,957,090.00 *

Notes:

Investments have been invested in accordance with Council's Investment Policy and the Minister's Orders.

The Cash at Bank has been reconciled to Council's physical bank statements as at 30 September 2023.

The position of Cash and Investments as at 30 September 2023 is Satisfactory, noting that a number of claims for the Natural Disaster assistance are currently being assessed Council has submitted claims to the value of \$11m, received \$4m and expected to submit further claims to the value of \$7m. The timing for the delivery of projects which are funded from internal reserves and included in this budget is dependent on the settlement of the Natural Disaster Claims

* At the time of writing this report some of the reserves were still being reconciled for the 30 June 2023 Financial Statements. A full report on all reserves will be provided in the December 2023 Quarterly Review Statement

*Projected cash position at 30 June 2024 considers the changes made to the original budget up to September 2023, with the anticipation that the Council delivers the 2023/2024 projects as planned.

Internally Restricted at 30 June 2023 include:

Employees Leave Entitlement	1,334,445
Canowindra Sports Trust	44,282
Insurance Provision	247,574
Plant, Community Services, Future Innovation, Road Works, Infrastructure	2,222,067
	3,848,368 *

* As the Financial Statements for 2023 are still in progress, finalised Reserve figures will be presented in the December 2023 Quarterly Budget Statement

Cabonne Council

Quarterly Budget Review Statement

for the period 01/07/23 to 30/09/23

Key performance indicators budget review statement - Industry KPI's (OLG)

Budget review for the quarter ended 30 September 2023

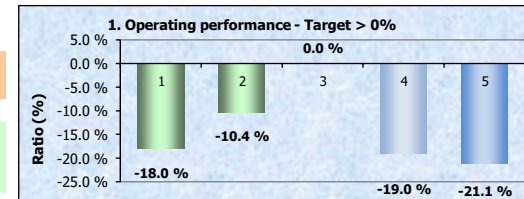
(\$000's)	Current projection		Original budget 23/24	Actuals prior periods	
	Amounts	Indicator		22/23	21/22
	23/24	23/24			

NSW local government industry key performance indicators (OLG):

1. Operating performance - Target > 0%

Operating revenue (excl. capital) - operating expenses	(8,610)	-19.6 %	-19.0 %	0% *	-10.4 %
Operating revenue (excl. capital grants & contributions)	43,953				

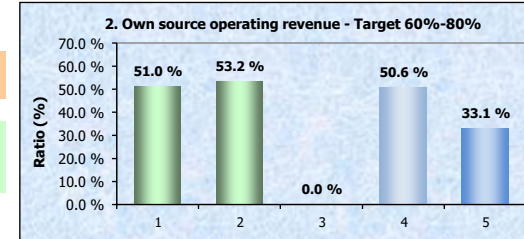
This ratio measures Council's achievement of containing operating expenditure within operating revenue. The aim would be to have a positive rates to ensure current ratepayers are paying for the community services and infrastructure they consume without leaving a debt for future ratepayers



2. Own source operating revenue - Target 60%-80%

Operating revenue (excl. ALL grants & contributions)	25,947	34.5 %	50.6 %	0% *	53.2 %
Total Operating revenue (incl. capital grants & cont)	75,189				

This ratio measures fiscal flexibility. It is the degree of reliance on external funding sources such as operating grants & contributions. Council's own source revenue is low due to the level of grant funding provided by the State and Federal Government



* Once the 2023 Financial Statements are finalised 2023 KPI's will be entered

Cabonne Council

Quarterly Budget Review Statement

for the period 01/07/23 to 30/09/23

Contracts budget review statement

Budget review for the quarter ended 30 September 2023

Part A - Contracts listing - contracts entered into during the quarter

Contractor	Contract detail & purpose	Contract value (ex. GST)	Start date	Duration of contract	Budgeted (Y/N)	Notes
Central Industries	Design and construction of the Washpen Creek Bridge	2,194,373	-	-	Y	
PA & CL McKenzie	Supply and install of footpaths	1,593,875	25/08/23	10 Months	Y	
Reginal West Construction	Refurbishment of Eugowra Self Care Units	409,224	05/09/23	3 Months	Y	
Keeden Contracting	Four Mile Creek Road Landslip Repair	887,125	21/08/23	4 Months	Y	
Omni Building Group	Construction of the Manidra Female Change Rooms	585,491	04/10/23	6 Months	Y	
Central West Linemarking	Road Maintenance Council Contract	Variable	01/07/23	12 Months	Y	
MTM	Road Maintenance Council Contract	Variable	01/07/23	12 Months	Y	
East Coast Traffic Control	Road Maintenance Council Contract	Variable	01/07/23	12 Months	Y	

Cabonne Council

Quarterly Budget Review Statement
for the period 01/07/23 to 30/09/23

Consultancy & legal expenses budget review statement

Consultancy & legal expenses overview

Expense	YTD expenditure (actual dollars)	Budgeted (Y/N)
Consultancies	219,059	P
Legal Fees	13,701	Y

Definition of a consultant:

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.

Comments

Expenditure included in the above YTD figure but not budgeted includes:

Details

\$7,208	Common Thread Consulting Pty Ltd	Expenditure under natural disaster claim by Transport NSW
\$9,540	Devitt Consulting Pty Ltd	Expenditure under natural disaster claim by Transport NSW
\$66,984	Bridge Knowledge Pty Ltd	Expenditure under natural disaster claim by Transport NSW
\$83,732		

Cabonne Council

Quarterly Budget Review Statement

for the period 01/07/23 to 30/09/23

LOAN SCHEDULE

Lender	Asset	Original Principal	Term	Interest rate	Fixed or Variable	Annual Principal & Interest	Funding Source	Loan Start	Balance at 1 July 2023	Balance at 30 September 2023	Scheduled Completion Date
CBA	Small Town Sewer	1,327,500	10	546%	Fixed	173,191	STSS	Dec-22	1,276,696	1,250,968	Dec-32