



Monthly Financial Report

As at 30 April 2024



Overview

83% of the year elapsed

As at 30 April 2024	Actuals YTD \$'000	Budget YTD \$'000	Actuals to Budget YTD %		Annual Budget \$'000	Actuals to Annual Budget %		Forecast \$'000	Actuals to Forecast %	
Operating Revenue	119,617	117,291	101.98%	●	124,119	96.37%	●	124,119	96.37%	●
Operating Expenses	99,283	95,767	103.67%	●	124,060	80.03%	●	124,060	80.03%	●
Operating Result Excluding Extraordinary Items	20,334	21,524	94.47%	●	59	34636.98%	●	59	34636.98%	●
Extraordinary Items	3,323	3,907	85.04%	●	5,666	58.64%	●	5,666	58.64%	●
Operating Result Including Extraordinary Items	17,011	17,617	96.56%	●	- 5,607	-303.37%	●	- 5,607	-303.37%	●
Capital Revenue	63,834	33,436	190.91%	●	103,247	61.83%	●	104,958	60.82%	●
Net Result	80,845	51,053	158.35%	●	97,639	82.80%	●	99,350	81.37%	●
Capital Expenditure	79,752	91,832	86.85%	●	141,661	56.30%	●	115,452	69.08%	●

Comments/Variance Explanations

As at the end of April 2024 and with 83% of the financial year completed, Gympie Regional Council's Operating Result including Extraordinary Items is trending favourably against budget with a surplus of \$17m. The operating result for the full year is budgeted to be a deficit of \$5.6m.

The current Net Result of \$80.8m reflects the operating result plus the capital revenue and this is trending favourably against the full year budgeted Net Result which is expected to be \$97.6m.

Capital expenditure is tracking slightly unfavourably with \$79.7m expended after the first 10 months of the financial year, which equates to 86% of the capital works program (YTD). Expenditure on the State Government's voluntary home buy back scheme (VHBB) represents \$13.7m of the total capital spend. The current capital program includes a budget of \$3m for the VBHH scheme.

Operating Revenue

83% of the year elapsed

As at 30 April 2024	Actuals YTD \$'000	Budget YTD \$'000	Actuals to Budget YTD %		Annual Budget \$'000	Actuals to Annual Budget %		Forecast \$'000	Actuals to Forecast %	
Rates and Charges	92,597	92,492	100.11%	●	92,492	100.11%	●	92,597	100.00%	●
Fees & Charges	7,894	7,263	108.69%	●	8,706	90.67%	●	8,706	90.67%	●
Rental Income	394	389	101.35%	●	467	84.45%	●	467	84.45%	●
Interest & Investment Revenue	3,993	3,955	100.96%	●	4,746	84.13%	●	4,746	84.13%	●
Sales Revenue	5,415	4,807	112.66%	●	5,776	93.76%	●	5,775	93.76%	●
Other Income	304	909	33.46%	●	1,703	17.85%	●	1,703	17.85%	●
Grants, Subsidies and Contributions	9,020	7,477	120.63%	●	10,229	88.18%	●	10,229	88.18%	●
Total Operating Revenue	119,617	117,291	101.98%	●	124,119	96.37%	●	124,224	96.29%	●

Major Variances

Revenue	Variance (\$'000)	Comments
Fees and Charges		
Building and Plumbing	101	Plumbing applications continue to trend higher than forecast across the region, resulting in a higher than forecast receipt of application fees. This trend will continue to be monitored by the Building and Plumbing and Finance Teams and revised, if necessary, at a future budget review.
Waste	393	Higher than forecast waste disposals at council's Waste Management Facilities with some large commercial usage.
Water	76	Higher than forecast water connections.
Wastewater	73	Higher than forecast trade waste disposals and sewer connections compared to the current forecast.
Interest & Investment Revenue		
Interest and Investment Revenue	38	Favourable variance is due to higher than forecast cash balance, combined with higher than anticipated interest rates on Council's investments and term deposits. This favourable variance is being partially offset.
Sales Revenue		
Water Sales	350	The variance is due to favourable bulk water sales.
Recoverable Works	131	Subdivisions and contractors requiring council to provide standpipes, water usage meters and main connections.
Other Income		
	605	The variance is due to timing of the recognition of the quarry stockpile.
Grants, Subs, Contributions & Donations		
Waste Levy	832	Earlier than forecast recognition of State Waste Levy payments.
Disaster Management	270	Due to timing of receipt of the grant.
Flood Recovery Grants (2022 Event)	648	Council has been successful in receiving State grants for operational flood recovery and emergent works completed outside of the QRA period.

Operating Expenditure

83% of the year elapsed

As at 30 April 2024	Actuals YTD \$'000	Budget YTD \$'000	Actuals to Budget YTD %		Annual Budget \$'000	Actuals to Annual Budget %		Forecast \$'000	Actuals to Forecast %	
Employee Expenditure	39,651	37,441	105.90%	●	47,455	83.56%	●	47,455	83.56%	●
Materials & Services	40,312	39,138	103.00%	●	52,912	76.19%	●	52,912	76.19%	●
Finance Costs	764	1,212	63.03%	●	1,599	47.75%	●	1,599	47.75%	●
Depreciation	21,879	21,883	99.98%	●	27,760	78.82%	●	27,760	78.82%	●
Total Operating Expenditure	102,606	99,674	102.94%	●	129,726	79.09%	●	129,726	79.09%	●

*Note: The table above includes extraordinary items

Major Variances

Expenditure	Variance (\$'000)	Comments
Employee Expenditure		
Salary & Wages	1,820	Mainly due to higher than forecasted termination payments, overtime costs and additional employee expenses associated with extraordinary items.
Materials & Services		
GRIT Project	584	ERP project budget phasing is currently being reviewed with the project budget to be updated once this review is completed.
Finance Costs		
Interest Expenses	447	Forecast borrowings not required to date. The budget for interest expense relating to these borrowings will be updated in the next budget review.

Capital Revenue

83% of the year elapsed

As at 30 April 2024	Actuals YTD \$'000	Budget YTD \$'000	Actuals to Budget YTD %		Annual Budget \$'000	Actuals to Annual Budget %		Forecast \$'000	Actuals to Forecast %	
Grants and Subsidies	56,673	32,242	175.77%	●	98,101	57.77%	●	97,797	57.95%	●
Contributions - cash	6,068	580	1046.18%	●	4,320	140.46%	●	6,068	100.00%	●
Contributions - assets	881	614	143.47%	●	826	106.67%	●	881	100.01%	●
Profit on Disposal of Property Plant & Equip	212	-		●	-		●	212	99.93%	●
Total Capital Revenue	63,834	33,436	190.91%	●	103,247	61.83%	●	104,958	60.82%	●

Comments / Variance Explanations

Receipts of capital revenue continue to exceed the budget forecast with higher than estimated payments for disaster recovery subsidy payments from the Queensland Reconstruction Authority (QRA) and higher than forecast infrastructure charges.

It must be noted that the actual revenue for capital grants and subsidies may be adjusted during the preparation of the annual financial statements in accordance with the reporting requirement for capital subsidies under current Accounting Standards.

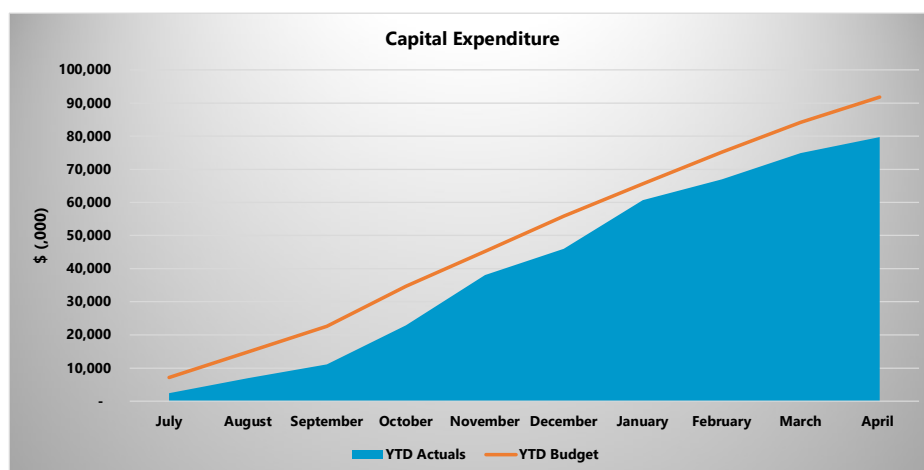
Capital Expenditure

As at 30 April 2024	Actuals YTD \$'000	Budget YTD \$'000	Annual Budget \$'000	Actuals to Budget %	Forecast \$'000	Actuals to Forecast %
Land and Site Improvements	7,177	6,302	10,158	70.65%	8,407	85.36%
Buildings	17,166	16,428	20,329	84.44%	21,304	80.58%
Plant & Equipment	1,005	866	3,129	32.13%	1,006	99.95%
Heavy Plant	1,773	1,859	4,606	38.49%	3,535	50.15%
Roads, Bridges and Drainage	46,433	60,390	90,285	51.43%	71,375	65.05%
Water	2,309	2,217	4,154	55.58%	3,067	75.29%
Waste Water	2,942	2,944	6,453	45.60%	5,660	51.98%
Other Infrastructure	560	440	1,717	32.59%	560	99.96%
Intangible Assets	387	387	831	46.54%	537	72.01%
Total	79,752	91,832	141,661	56.30%	115,452	69.08%

Comments/Variance Explanations

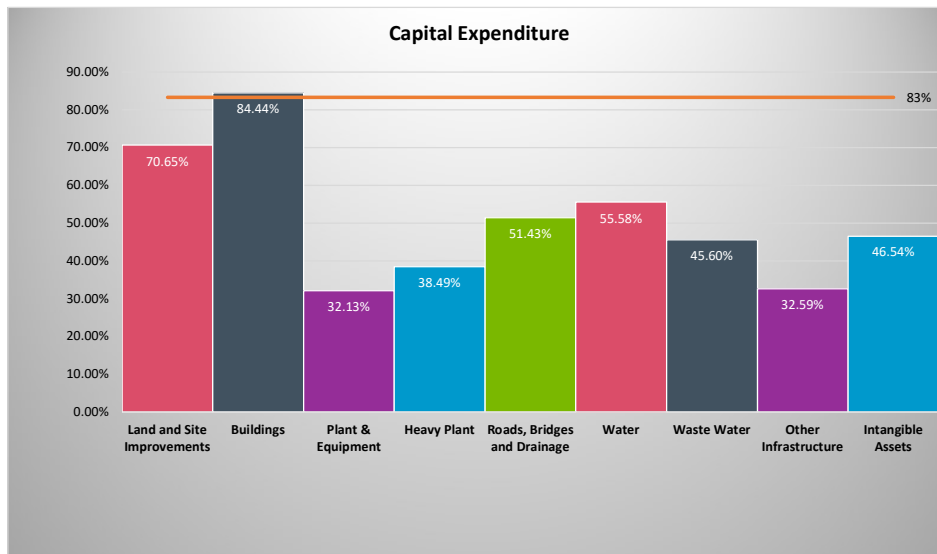
Adverse weather conditions in recent weeks have impacted the delivery of the capital program, with delays of approximately four to six weeks.

Capital Expenditure Progress



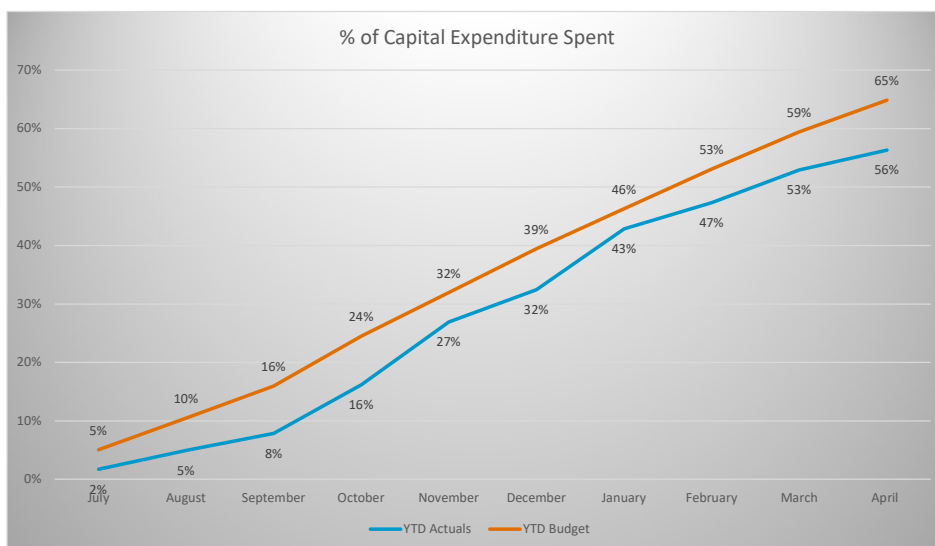
Capital Expenditure Progress by Portfolio

The capital expenditure progress by portfolio program graph below tracks the percentage spend by portfolio program compared to the budget. The orange line represents the portion of the year lapsed.



Total Capital Expenditure Progress

The cumulative actual expenditure trend for each month is graphed alongside the budget expenditure.



Balance Sheet

As at 30 April 2024	2023/24 \$'000	2022/23 \$'000
Assets		
Current Assets	132,203	104,732
Non-Current Assets	1,766,234	1,602,055
Total Assets	1,898,437	1,706,786
Liabilities		
Current Liabilities	35,812	24,806
Non-Current Liabilities	30,813	32,229
Total Liabilities	66,625	57,036
Net Community Assets	1,831,812	1,649,751
TOTAL COMMUNITY EQUITY	1,831,813	1,649,751

Comments / Variance Explanations

The Statement of Financial Position compares Council's assets, liabilities and community equity to the previous financial year and for the period to 30 April 2024, shows an increase in Community Equity of \$182.1m.

This increase in equity is primarily due to the increase in Property, Plant and Equipment due to the confirmation of the asset revaluation process which was part of the finalisation of the 2022-23 Financial Statements, construction activities in relation to the delivery of the 2023-24 capital works program, recognition of contract assets and liabilities and higher cash and cash equivalents as at 30 April 2024.

Treasury

The Treasury Report highlights key areas of performance and compliance relating to Council's cash, investments and borrowings.

Current Cash Investments			
Institution	Product	Invested Value YTD 2023/24 \$'000	Invested Value YTD 2022/23 \$'000
Operating Account		990	702
Queensland Treasury Corporation	Oncall Investment	98,714	90,479
Bendigo & Adelaide Bank	Term Deposit	250	-
Auswide	Term Deposit	250	-
Total Cash		100,204	91,181
Indicative Interest Rate		4.88%	4.26%

Cash held in Trust			
Institution	Product	Invested Value YTD 2023/24 \$'000	Invested Value YTD 2022/23 \$'000
Operating Account		979	789
Queensland Treasury Corporation	Oncall Investment	1,162	1,162
Total Cash held in Trust		2,141	1,951

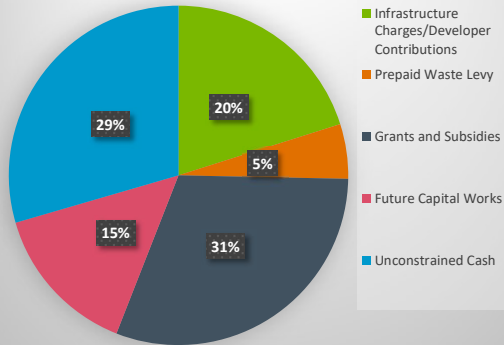
Constrained Cash			
		Balance YTD 2023/24 \$'000	Balance YTD 2022/23 \$'000
Infrastructure Charges/Developer Contributions	External Restriction	20,165	16,725
Prepaid Waste Levy	External Restriction	5,206	-
Grants and Subsidies	External Restriction	30,714	20,787
Future Capital Works	Internal Restriction	14,567	13,956
Total Constrained Cash Balance		70,652	51,468
Unconstrained Cash		29,552	34,646
Total Cash held excluding Trust Balance		100,204	91,181

Borrowings

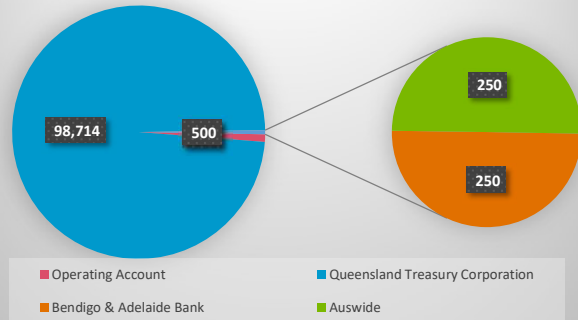
	Borrowings YTD 2023/24 \$'000	Borrowings YTD 2022/23 \$'000
Debt held as at 1 July	12,820	14,333
New borrowings	-	-
Borrowings repaid	1,201	1,122
Closing Debt	11,619	13,211

Council has forecast new borrowings of \$5.38m for this financial year in the 2023-24 Debt (Borrowing) Policy. These loan funds have not been drawn down to date.

Cash Balances



Invested Value YTD 2023/24 \$'000



Cash & Cash Equivalents - Rolling 12 Month Balances

