



# CITY OF GREATER GERALDTON

## MONTHLY MANAGEMENT REPORT

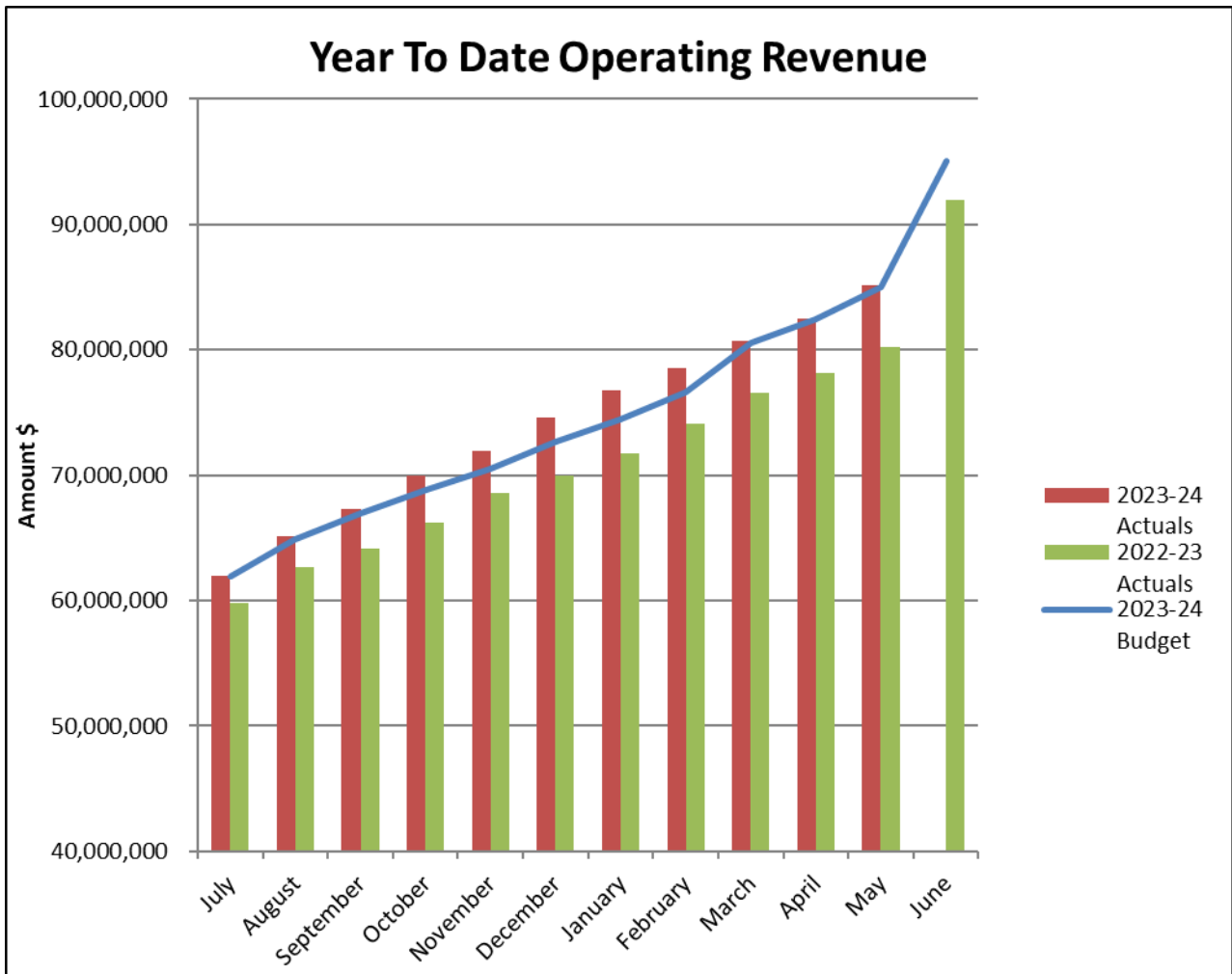


FOR THE PERIOD ENDED 31 MAY 2024

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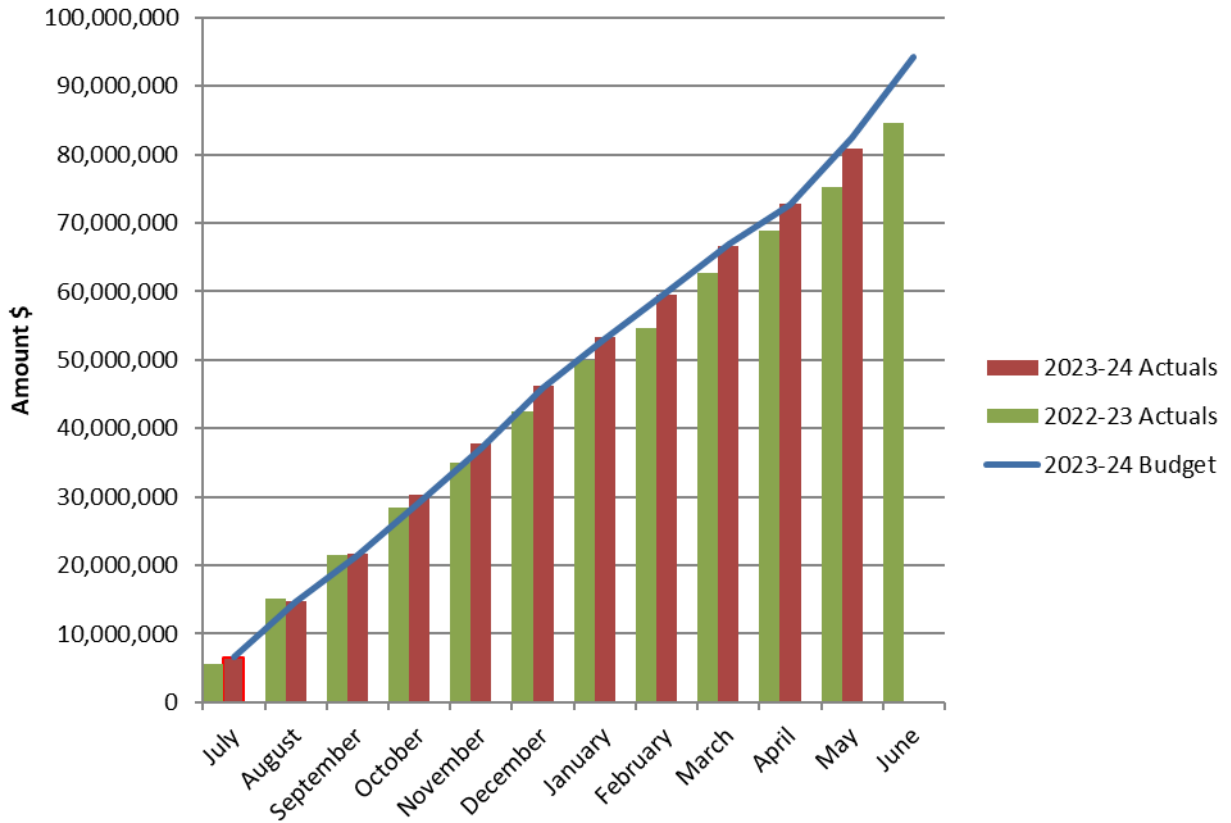
**FINANCIAL PERFORMANCE INDICATORS**



Operating revenue recorded as at 31 May 2024 is \$85,119,688 against a budget of \$85,045,649.

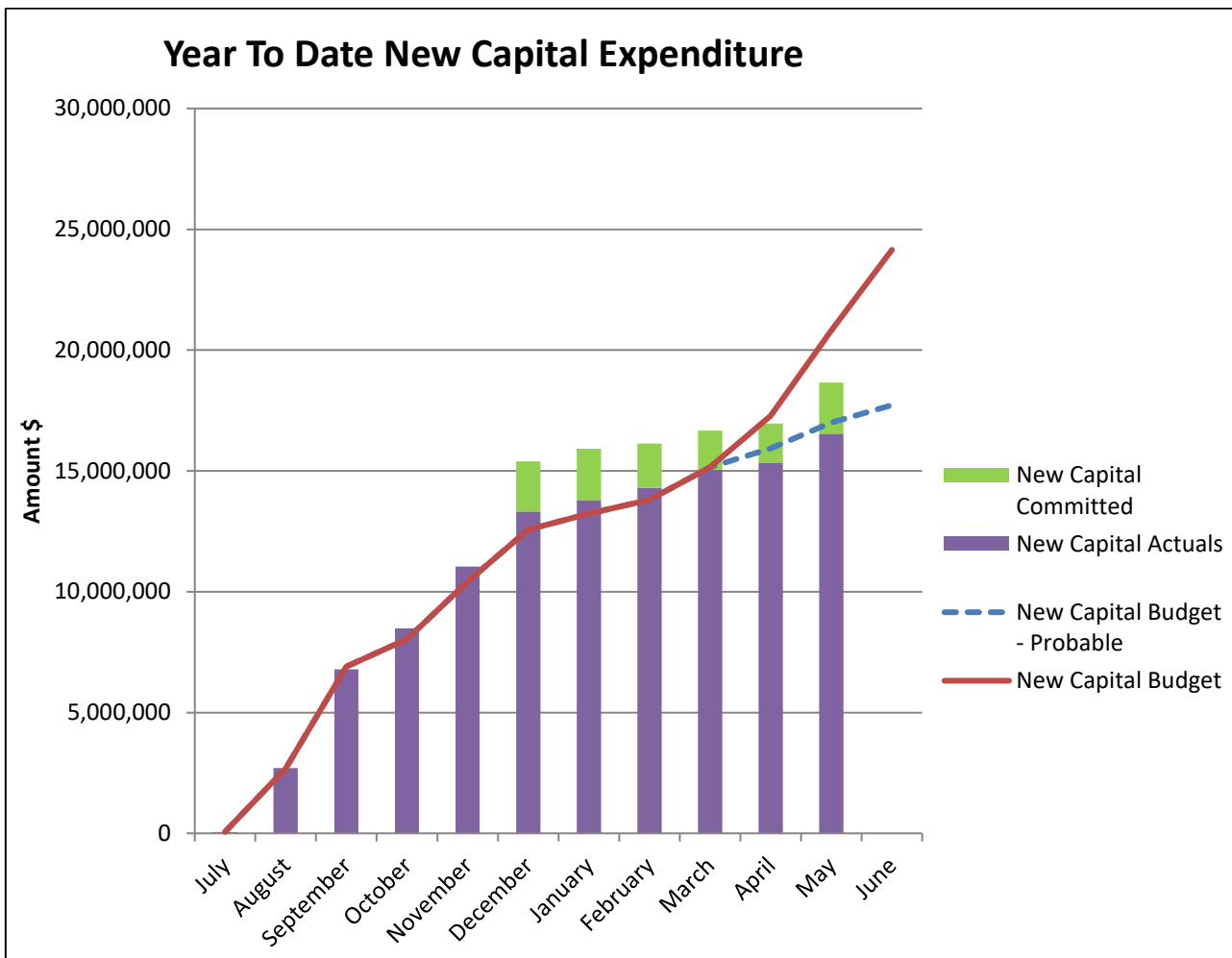
Later receipt of operating grant funds including emergency management (mitigation activity funding) has reduced actual revenue. Fees and charges are up by \$348K due to increases in Town Planning activity, Aquarena fees, rates enquiries and airport parking and alternate diversion fees. Interest earnings continue to perform well. Other revenue is down with cash in lieu of public open space funds for Muir Park now expected in the new financial year.

## Year To Date Operating Expenditure



Operating expenditure recorded as at 31 May is \$80,954,080 against a budget of \$82,532,252.

Materials and Contractors are seeing an increase with the impact of supply and service contract increases, whilst timing of some projects has been delayed. Payment of CSRFF to Rovers is dependent on project progress and is expected to be paid in the new financial year. Some contract payments have not yet been paid however will be recognised in the financial year so represent a timing variance only.



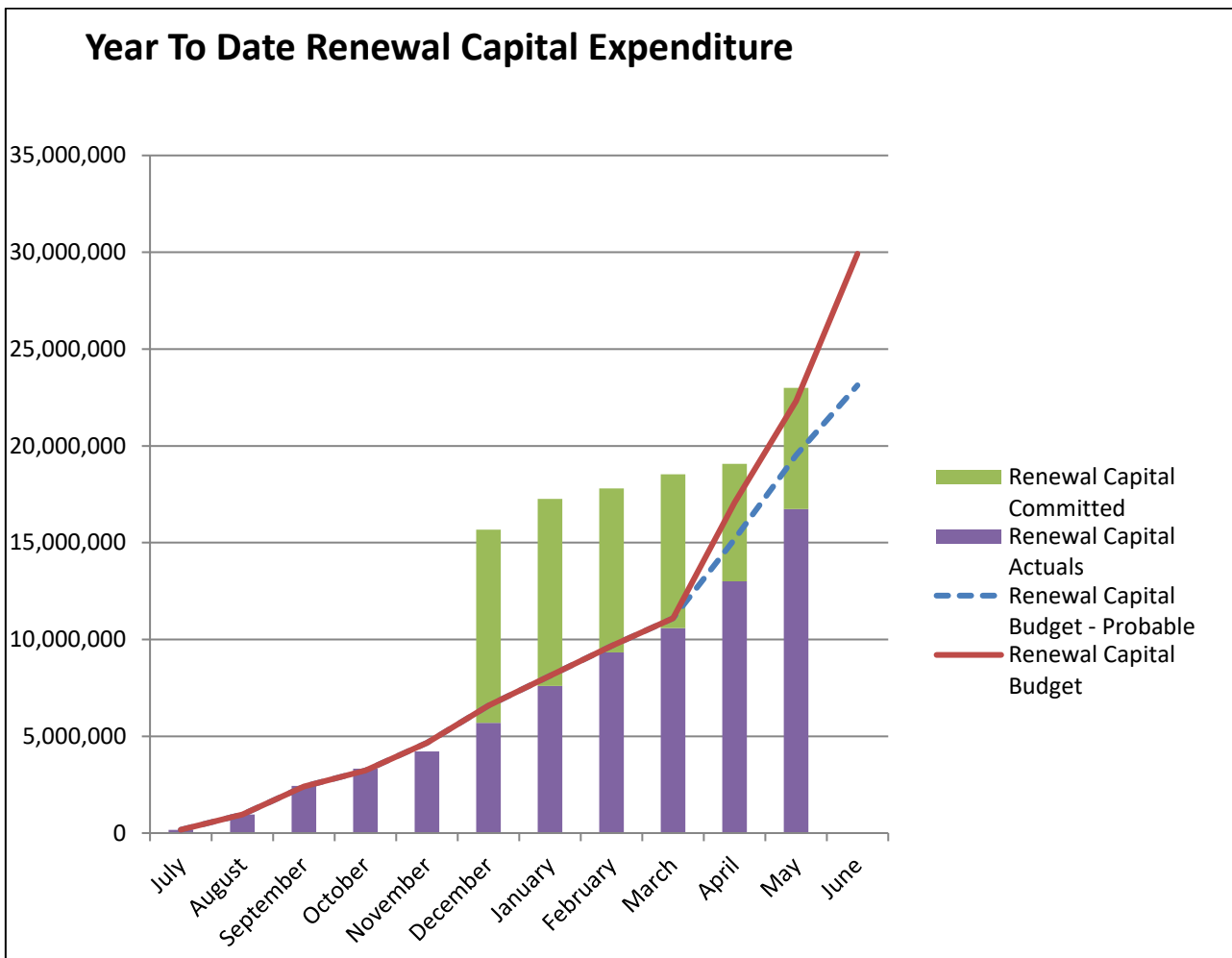
New capital expenditure recorded at 31 May is \$16,538,053 against a budget of \$20,810,344.

Forecast new capital expenditure is projected to be lower than budgeted due to the following projects expected to be carried into the new financial year:

- Geraldton Airport microgrid (\$4.3M);
- Meru weighbridge, access control/CCTV and roadworks (\$692K);
- CBD revitalisation design development (\$356K);
- Truck for new parks team (\$182K);
- African Reef Path (\$310K); and
- Maitland Park (\$162K)
- Liquid waste ponds – Meru (\$94k)
- John Willcock Link Medians (\$96k)

The budgets for these projects were retained during Mid-Year Review to allow compliant procurement processes to occur in the current year. These projects will be captured as carryovers in the 2024-25 capital works program.

Note that purchase orders for new capital projects currently total \$2.11M.



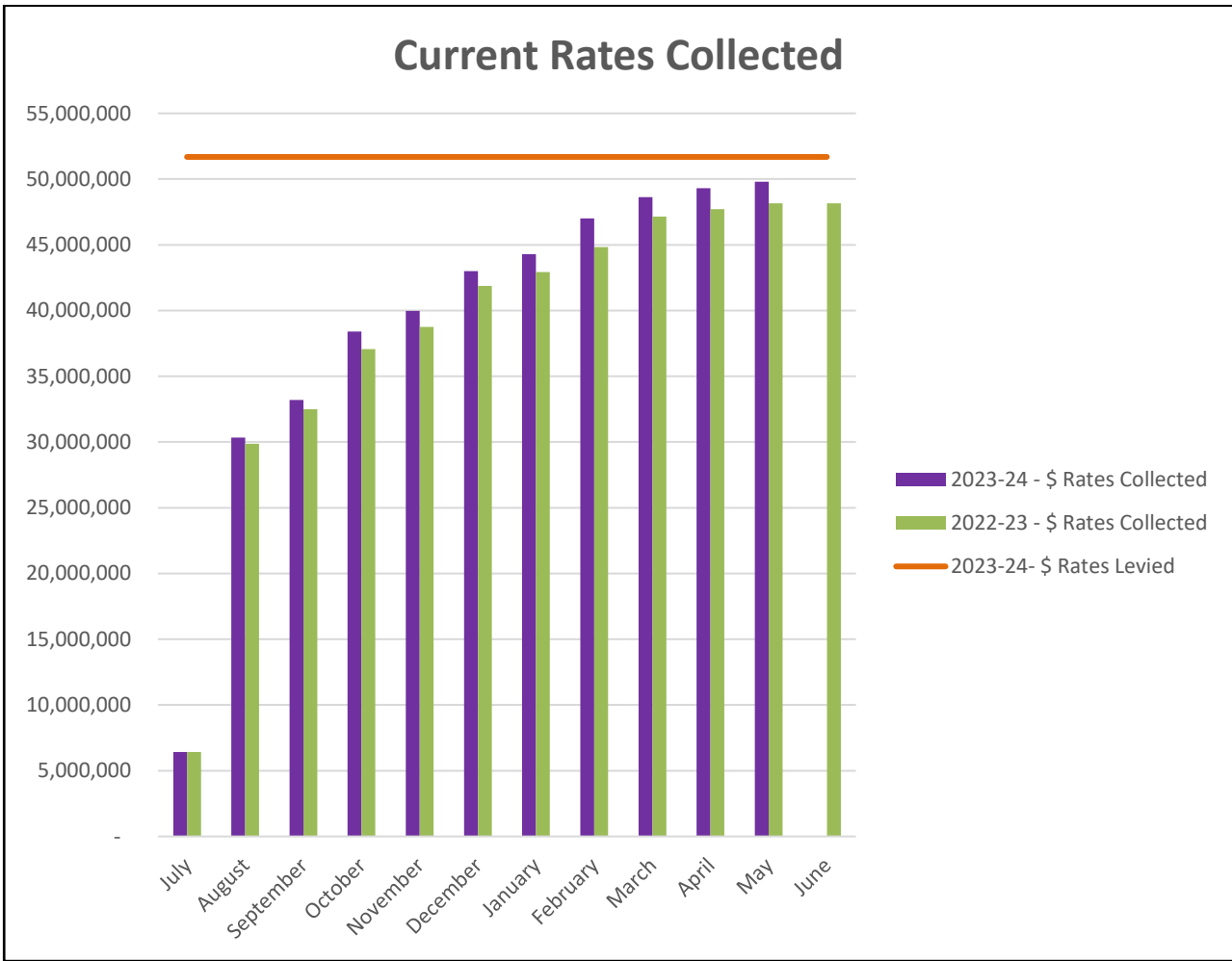
Renewal capital expenditure recorded at 31 May is \$16,739,141 against a budget of \$22,308,120.

Forecast renewal capital expenditure is projected to be lower than budgeted due to the following projects expected to be carried into the new financial year:

- Nangetty Walkaway Bridge (design work) (\$355k)
- Allanooka Springs road widening (\$500k)
- Recreation Ground sporting light towers (\$623K)
- Old Walkaway public hall ablutions (\$220K)
- City buildings security (\$265k)
- Bore line to Mullewa recreation ground (\$250k)
- Mullewa doctor's house (\$550K); and
- Fleet renewals totalling \$2.33m (Current purchase orders raised for \$2m). Actual expenditure and delivery is dependent on supply chain timelines.

The budgets for these projects were retained during Mid-Year Review to allow compliant procurement processes to occur in the current year. These projects will be captured as carryovers in the 2024-25 capital works program.

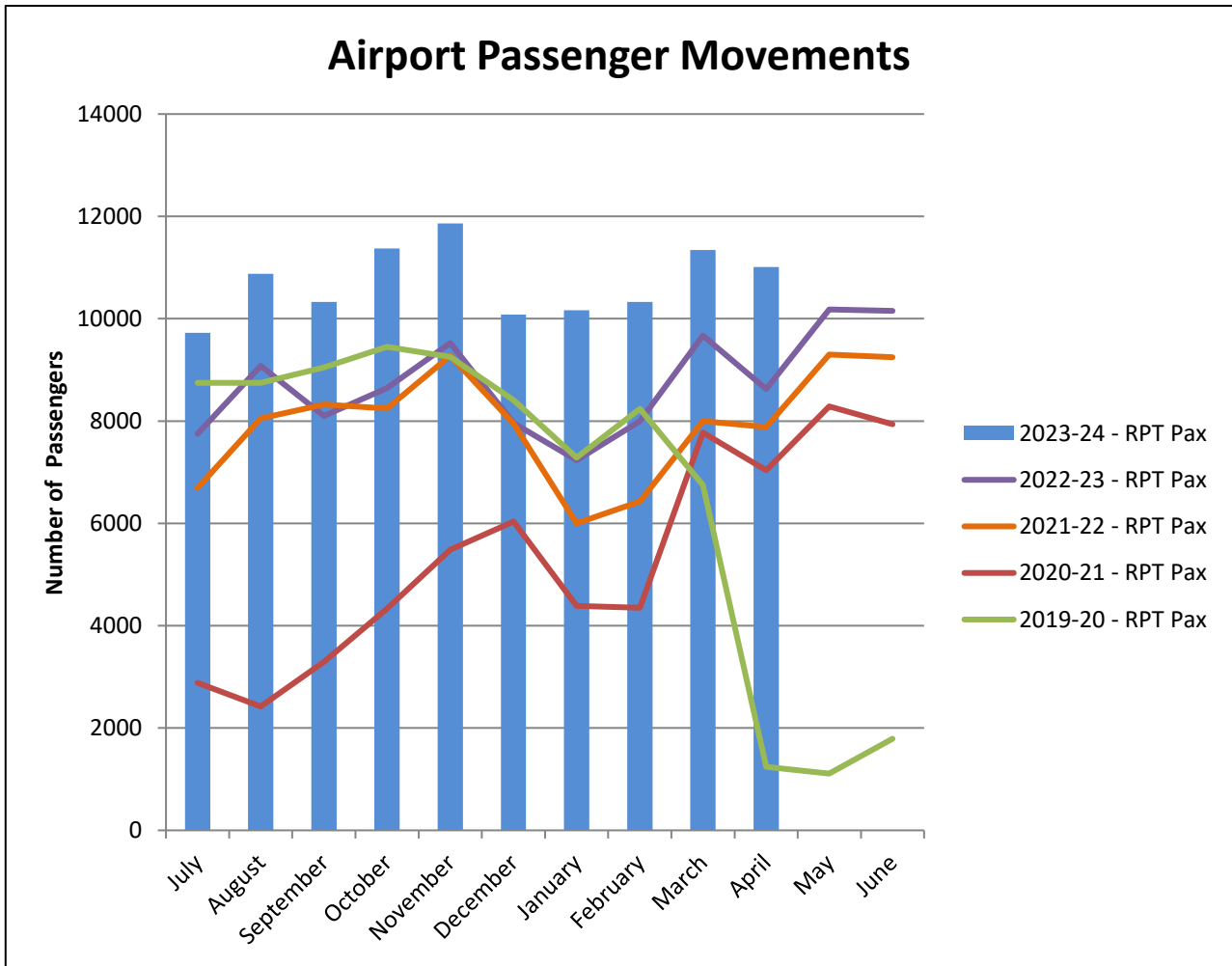
Note that outstanding purchase orders currently total \$6.25M for capital renewal works.



In 2023-24 \$51,814,250 rates were levied.

As at 31 May \$49,804,441 (96.12%) of current rates have been paid. This compares with \$48,148,065 (96.02%) at the same time last year. Rates arrears of 50.67% have been recovered.

**ECONOMIC KEY PERFORMANCE INDICATORS**

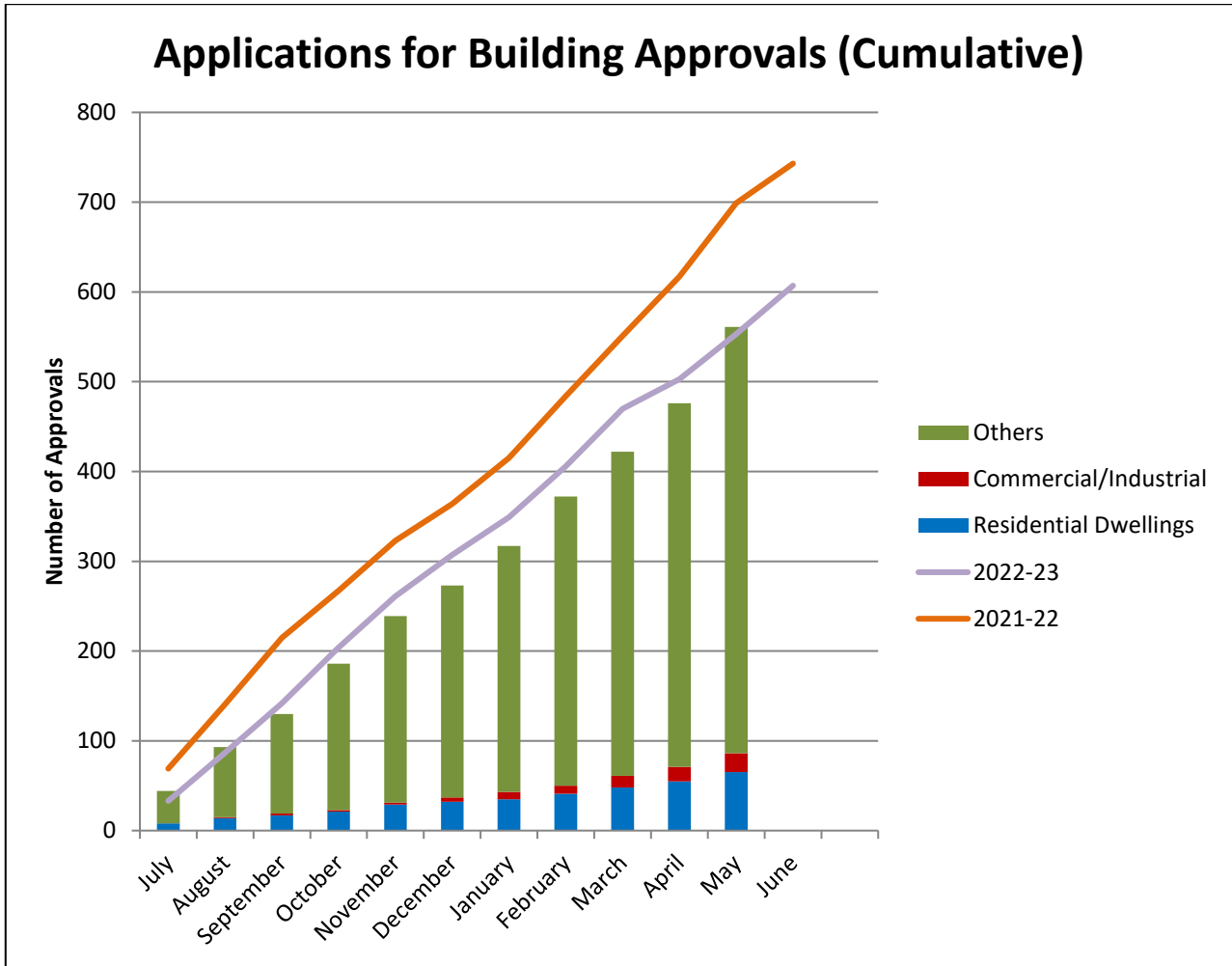


Nexus Airlines implemented its full-service schedule for the Geraldton-Perth route in October resulting in an overall increase in passenger numbers compared to last year. Pilot industry action impacted Qantas schedules and passenger numbers for the month of February.

For the month of April total passenger movements were 11,011, up from 10,329 in February and on par with March (11,345).

\*Passenger movement reporting is 1 month in arrears due to delays in airlines reporting actual figures.





Ten residential applications for approval in May were received valued at \$4,630,662. This compared with seven valued at \$3,066,787 for last month.

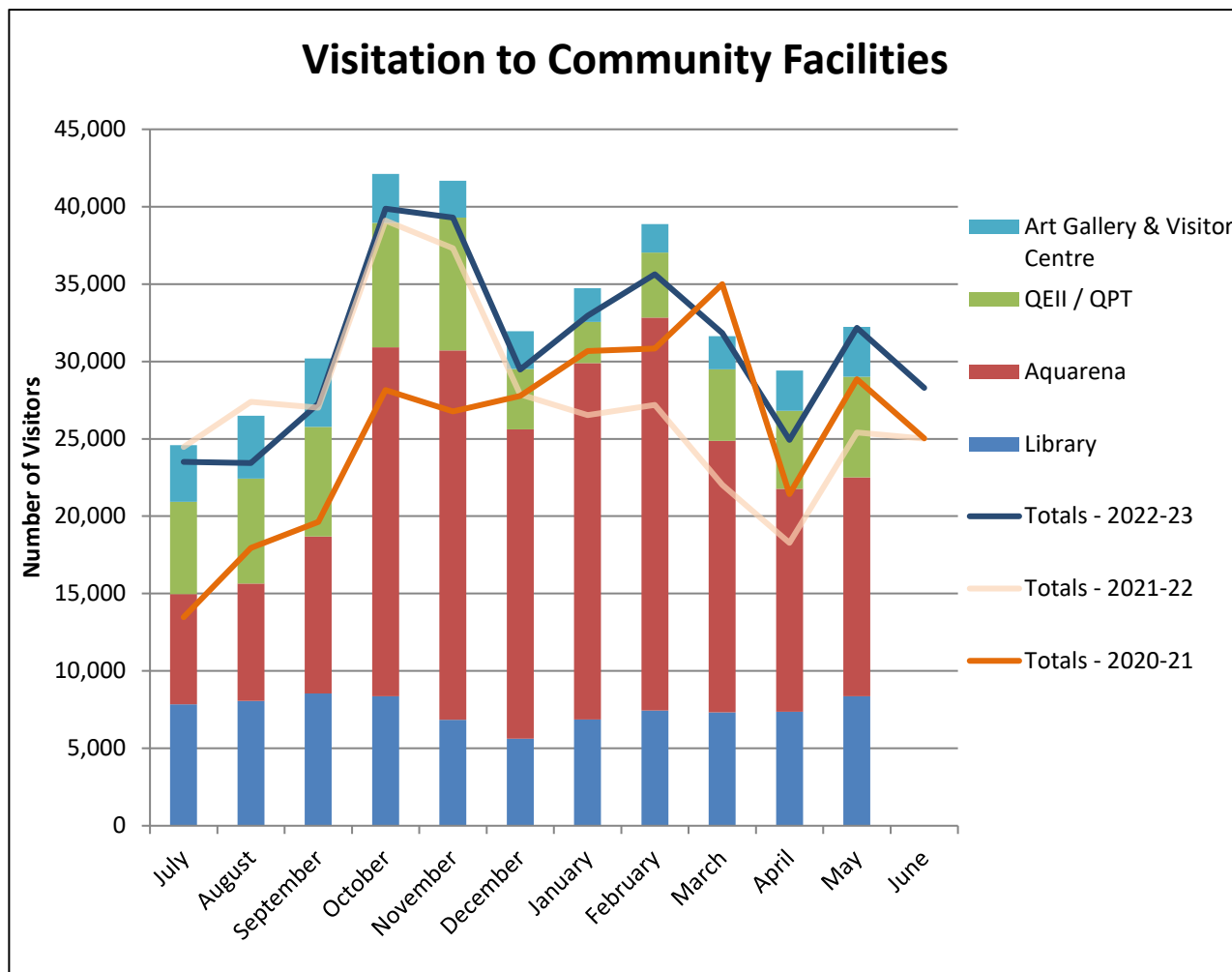
Five commercial applications for approval in May were received with a value of \$5,751,762. This compares to three in April valued at \$1,324,418.

Year to date there have been 65 residential applications received with a value of \$29,012,294 and 21 commercial applications with a value of \$17,862,762.

"Others" classification includes buildings such as gazebo, patio, retaining walls, sheds, and swimming pools. Year to date there have been 475 applications of this sort valued at \$30,556,572.

A total of 607 applications were received last financial year valued at \$90,216,060 compared to 561 this year with a value of \$77,431,628.

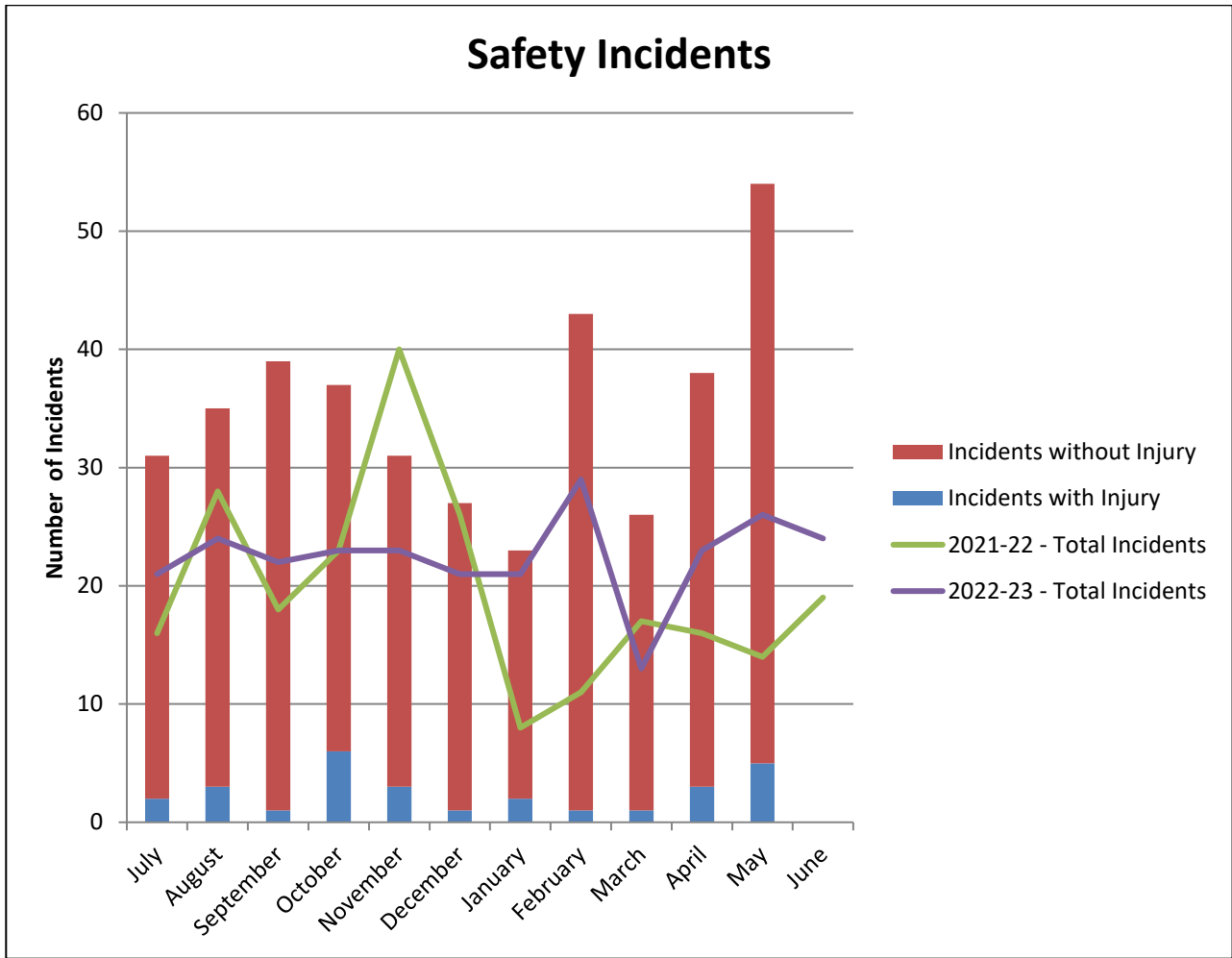
## SOCIAL KEY PERFORMANCE INDICATORS



For the month of May, visitors to facilities were:

- Geraldton Regional Library 8,372
- Aquarena 14,129
- QEII 4,820
- QPT hosted 5 events with 1,691 attendees
- Art Gallery and Visitors Centre 3,216

**GOVERNANCE KEY PERFORMANCE INDICATORS**



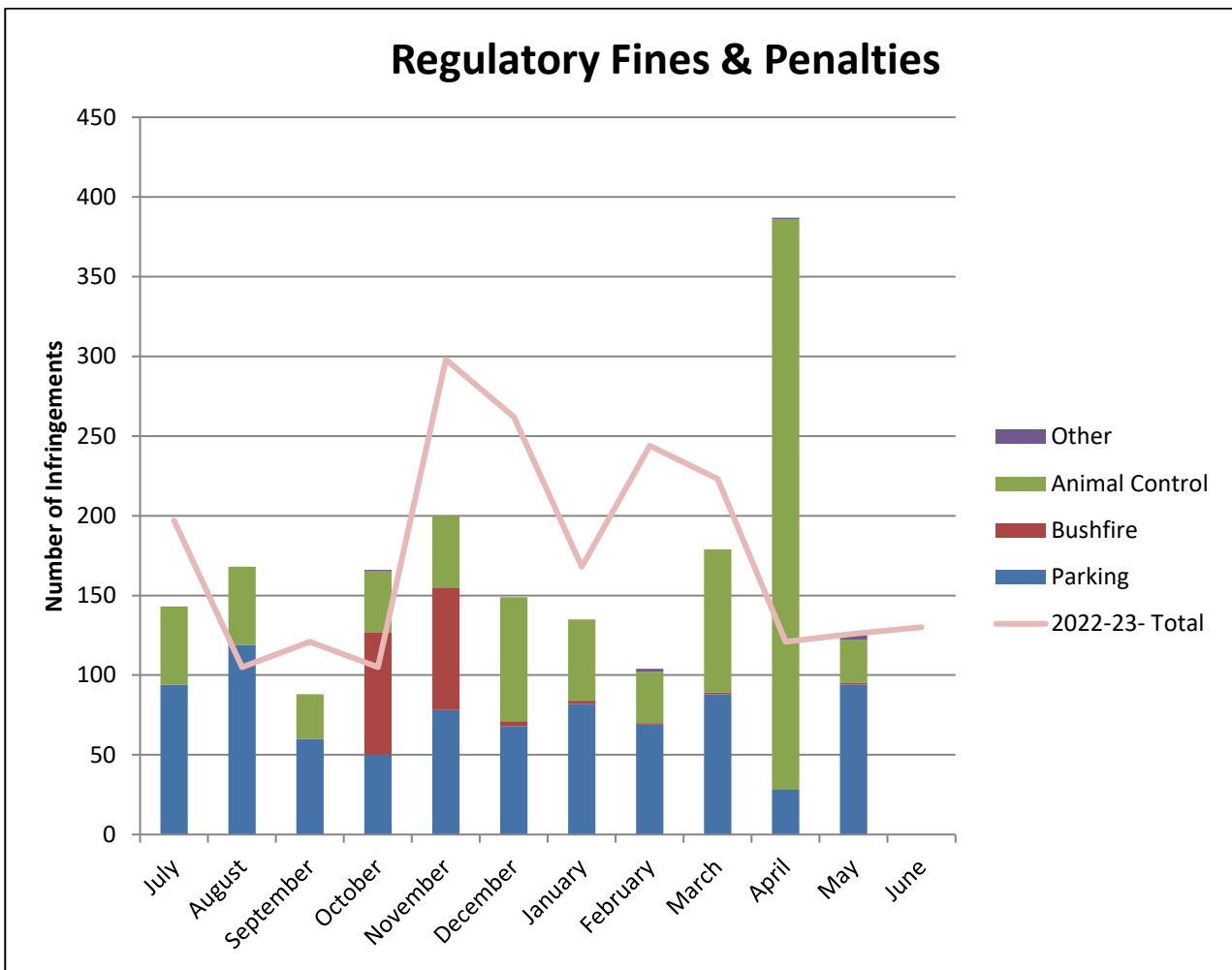
There were 5 incidents with injury and 49 incidents without injury in May:

- Injury/Illness – 5
- Vehicle/Property damage – 5
- Security – 12
- Near Miss – 3
- Environment - 0
- Report only – 29 (22 x Member of the Public, 5 x employees and 2 x contractors)

Lost Time Injury (LTI):

- FY 2022-23 - 44 days
- 2023-24 YTD - 219 days

The City has seen a slight increase in its reportable LTI days from 180 in April to 183 in May. For the year to date, the majority of injuries have been minor in terms of incidents, however resulting in extended wait times for specialists and surgery where required.



Fines issued in May totalled 126:

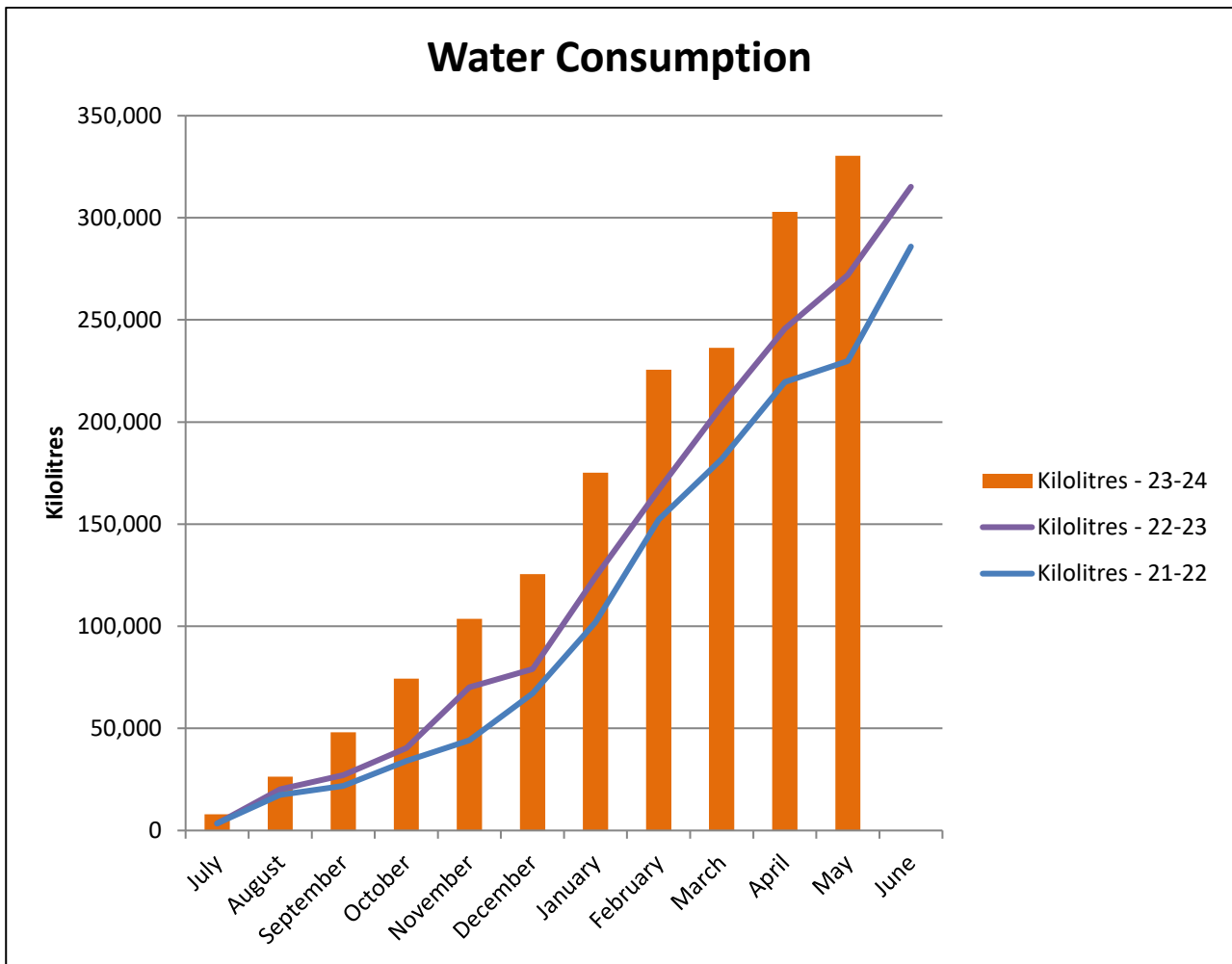
- Parking: 94
- Animal Control: 27
- Bushfires Act: 1
- Other: 4

Rangers continued follow up on expired dog and cat registrations during May. Infringements for the same period last year were 126. This year bushfire infringements were issued over two months rather than in one month as was previously the case.

Prior year total infringements issued:

- 2023-24: 1,845 YTD
- 2022-23: 2,100
- 2021-22: 2,142
- 2020-21: 1,069
- 2019-20: 1,329
- 2018-19: 2,276

## ENVIRONMENTAL KEY PERFORMANCE INDICATORS

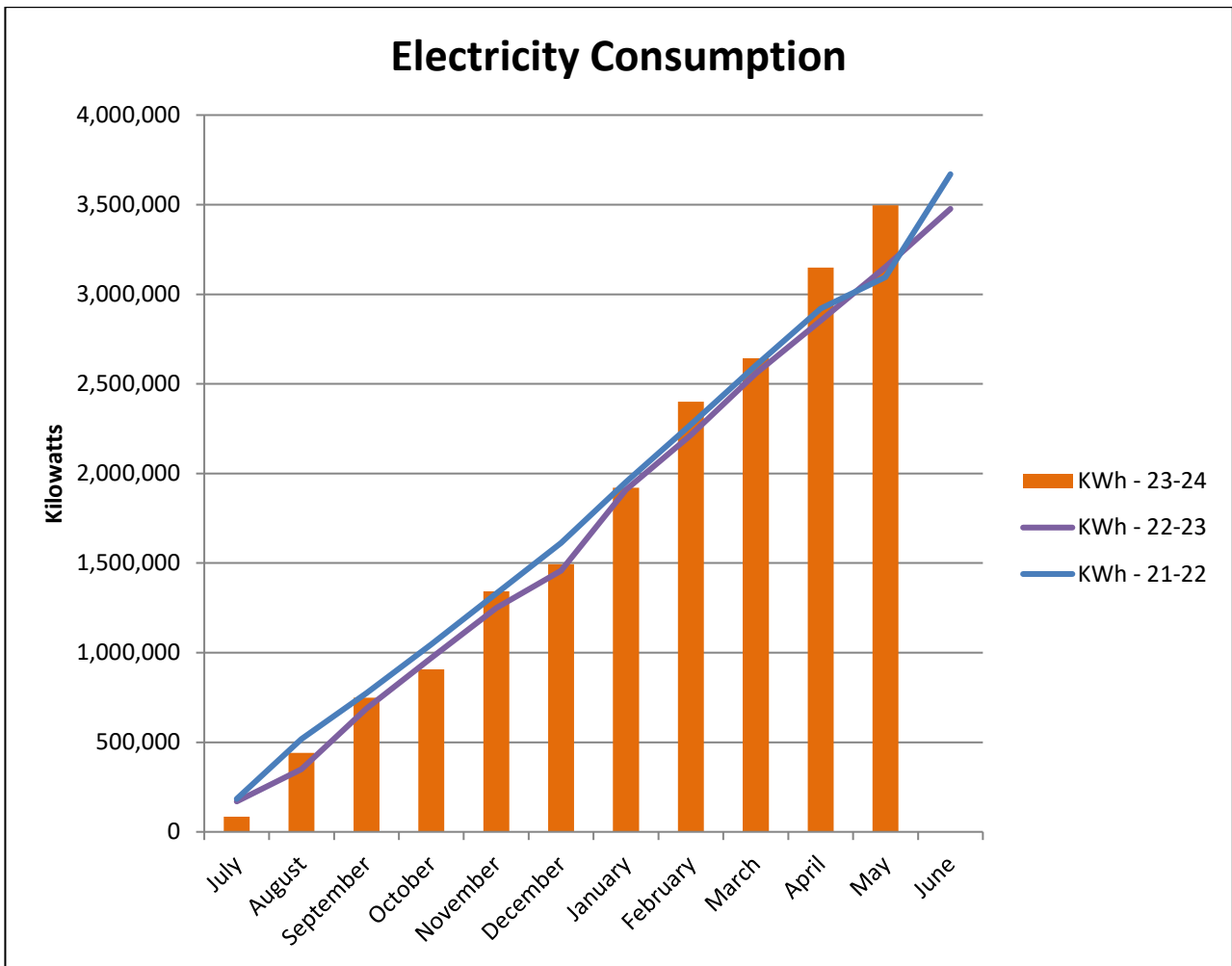


Total kilolitres used to 31 May was 330,327kL compared to 271,970kL for the same period last year.

The increase in water consumption compared with prior years is the result of the following factors:

- A drier winter (2023) necessitating additional watering requirements; and
- A hotter summer further impacting current year water consumption.

Variable billing periods do not allow for precise correlation to the previous financial year.



Total kilowatt hours used to 31 May was 3,496,771 compared to 3,151,903 for the same period last year.

Variable billing periods do not allow for precise correlation to the previous financial year.

## STATEMENT OF FINANCIAL ACTIVITY FOR THE PERIOD ENDED 31 MAY 2024

	Current	Current	YTD Actual	Variances		
	Budget	YTD Budget		\$	%	
<b>Operating Income</b>						
Rates	51,901,243	51,866,566	51,826,471	40,095	0.1%	✓
Grants, Subsidies & Contributions	11,771,619	4,116,197	4,008,167	108,030	2.6%	✗
Fees & Charges	26,537,437	24,766,513	25,115,026	-348,513	-1.4%	✗
Interest Earnings	4,191,148	3,848,590	3,875,429	-26,839	-0.7%	✓
Other	475,215	447,783	294,596	153,187	34.2%	✗
Profit On Disposal Of Assets	198,612	0	0	0		✓
	<b>95,075,274</b>	<b>85,045,649</b>	<b>85,119,688</b>	<b>-74,039</b>	<b>-0.09%</b>	
<b>Operating Expenditure</b>						
Employee Costs	-33,214,902	-29,508,867	-29,520,372	11,505	0.0%	✓
Materials & Contractors	-26,645,814	-22,418,806	-21,217,025	-1,201,781	5.4%	✗
Utility & Govt Charges	-3,226,547	-2,616,264	-2,603,364	-12,900	0.5%	✓
Insurance	-1,030,453	-1,026,926	-1,011,268	-15,658	1.5%	✓
Finance Costs	-662,417	-503,540	-499,956	-3,584	0.7%	✓
Other Expenditure	-4,091,565	-3,710,377	-3,354,623	-355,754	9.6%	✗
Depreciation On Assets	-24,816,658	-22,747,472	-22,747,472	0	0.0%	✓
Loss On Disposal Of Assets	-568,950	0	0	0		✓
	<b>-94,257,306</b>	<b>-82,532,252</b>	<b>-80,954,080</b>	<b>-1,578,172</b>	<b>1.9%</b>	
<b>NET OPERATING</b>	<b>817,968</b>	<b>2,513,397</b>	<b>4,165,608</b>	<b>-1,652,211</b>	<b>-65.7%</b>	
<b>Non-Cash Expenditure and Revenue</b>						
(Profit) / Loss on Asset Disposals	370,338	0	0	0		✓
Movement in Non-current Assets & Non-current provisions	56,159	0	0	0		✓
Depreciation on Assets	24,816,658	22,747,472	22,747,472	0	0.0%	✓
	<b>25,243,155</b>	<b>22,747,472</b>	<b>22,747,472</b>	<b>0</b>	<b>0.0%</b>	

**Capital Expenditure**

Purchase Land	-65,000	-43,334	-47,295	3,961	-9.1%	✓
Purchase Buildings	-3,917,063	-2,898,481	-1,606,191	-1,292,290	44.6%	✗
Purchase Plant and Equipment	-4,962,256	-2,316,038	-1,460,950	-855,088	36.9%	✗
Purchase Furniture and Equipment	-1,852,309	-1,437,380	-1,054,803	-382,577	26.6%	✗
Purchase Infrastructure Assets - Roads	-11,871,970	-10,500,239	-10,498,259	-1,980	0.0%	✓
Purchase Infrastructure Assets - Parks	-10,314,867	-8,882,954	-7,690,422	-1,192,532	13.4%	✗
Purchase Infrastructure Assets - Airport	-4,995,934	-3,168,855	-98,623	-3,070,232	96.9%	✗
Purchase Infrastructure Assets - Meru	-8,363,680	-8,076,321	-7,507,003	-569,318	7%	✗
Purchase Infrastructure Assets - Other	-7,728,767	-5,741,381	-3,775,335	-1,966,046	34.2%	✗
Purchase Intangibles	0	0	0	0	0.0%	✓
Self Supporting/Other Community Loans Paid Out	-150,000	-150,000	0	0	0.0%	✓
Lease Payments	-47,974	-43,978	-41,744	-2,234	5.1%	✓
Repayment of Debentures	-3,705,894	-2,515,813	-2,515,813	0	0.0%	✓
	<b>-57,975,714</b>	<b>-46,955,775</b>	<b>-37,477,436</b>	<b>-9,478,339</b>	<b>20.2%</b>	

**Capital Revenue**

Non Operating Grants & Subsidies	17,085,917	11,237,542	9,602,740	1,634,802	14.5%	✗
Proceeds from Disposal of Assets	894,900	813,910	397,636	416,274	51.1%	✗
Proceeds from New Debentures	150,000	150,000	0	150,000	100%	✓
Self-Supporting Loan Principal Income	132,139	123,059	123,059	-0	0.0%	✓
Council Loan Principal Income	20,439	19,447	14,149	5,298	27.2%	✓
	<b>18,283,395</b>	<b>12,343,958</b>	<b>10,137,585</b>	<b>2,206,373</b>	<b>17.87%</b>	

**Reserves**

Transfers to Reserves	-910,000	0	0	0		✓
Transfers from Reserves	13,612,133	0	0	0		✓
	<b>12,702,133</b>	<b>0</b>	<b>0</b>	<b>0</b>		

<b>Current Funding Surplus (Deficit)</b>	<b>-929,063</b>	<b>9,350,948</b>	<b>-426,771</b>	<b>-8,924,177</b>	<b>-95.44%</b>	<b>✗</b>
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## STATEMENT OF FINANCIAL POSITION AS AT 31 MAY 2024

	30 June 2023	31 May 2024
	\$	\$
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	18,218,685	13,349,225
Trade and other receivables	8,471,445	8,914,188
Other financial assets	38,719,933	38,185,173
Inventories	444,848	456,094
Contract assets	2,338,083	4,877,528
Prepayments	0	887,557
<b>TOTAL CURRENT ASSETS</b>	<b>68,192,994</b>	<b>66,669,765</b>
<b>NON-CURRENT ASSETS</b>		
Trade and other receivables	600,600	600,600
Other financial assets	11,561,234	6,111,235
Property, plant and equipment	195,777,309	199,946,548
Infrastructure	698,771,390	728,339,032
Right-of-use assets	53,889	53,889
Intangible assets	159,460	159,460
<b>TOTAL NON-CURRENT ASSETS</b>	<b>906,923,882</b>	<b>935,210,764</b>
<b>TOTAL ASSETS</b>	<b>975,116,876</b>	<b>1,001,880,529</b>
<b>CURRENT LIABILITIES</b>		
Trade and other payables	16,799,800	9,537,060
Contract liabilities	2,650,060	3,447,692
Lease liabilities	47,974	6,230
Borrowings	3,696,812	0
Employee related provisions	5,806,558	5,816,932
<b>TOTAL CURRENT LIABILITIES</b>	<b>29,001,204</b>	<b>18,807,913</b>
<b>NON-CURRENT LIABILITIES</b>		
Lease liabilities	8,285	8,285
Borrowings	16,463,815	16,463,815
Employee related provisions	314,866	314,866
Other provisions	13,279,333	13,279,333
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>30,066,299</b>	<b>30,066,299</b>
<b>TOTAL LIABILITIES</b>	<b>59,067,503</b>	<b>48,874,212</b>
<b>NET ASSETS</b>	<b>916,049,373</b>	<b>953,006,316</b>
<b>EQUITY</b>		
Retained surplus	349,956,226	387,214,465
Reserve accounts	51,755,828	51,778,715
Revaluation surplus	514,337,319	514,337,319
<b>TOTAL EQUITY</b>	<b>916,049,373</b>	<b>953,330,499</b>

## EXPLANATION OF MATERIAL VARIANCES – 31 MAY 2024

The material variance thresholds are adopted annually by Council as an indicator of whether the actual expenditure or revenue varies from the year to date budget materially.

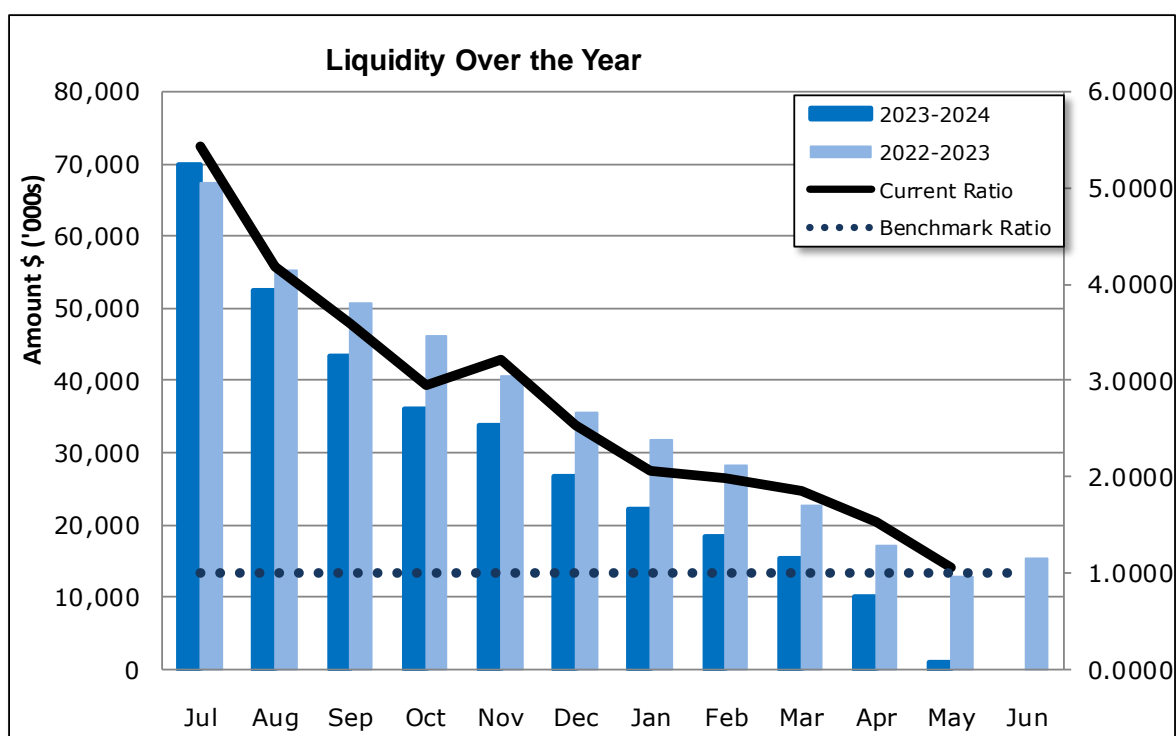
The material variance adopted by Council for the 2023-24 year is 10% or \$50,000

Description	Variance \$	Variance %	
<b>Revenue from operating activities</b>			
<b>Grants, subsidies and contributions</b>	108,030	2.62%	▼
Later receipt of operating grant funds including emergency management (mitigation activity funding)		Timing	
Increased revenue from reimbursement of legal fees, offset by equivalent increase in materials and contracts.		Permanent	
<b>Fees and Charges</b>	(348,513)	(1.41%)	▲
Increased revenue from Town Planning application fees (\$71k), Aquarena fees (\$74k), rates enquiries for property sales (\$51k) and airport parking and alternate diversion fees (\$114k).		Permanent	
<b>Other Revenue</b>	153,187	34.21%	▼
POS cash in lieu funds for Muir Park will be claimed once works are completed. Funds likely to be received in 24/25.		Timing	
<b>Expenditure from operating activities</b>			
<b>Materials and contracts</b>	(1,201,781)	5.36%	▲
Timing of engineering projects, coastal adaptation and protection projects, ERP implementation, art exhibition costs, residential collection and landfill contract payments. These are due to seasonal expenditure variations and later timing of projects.		Timing	
Increased legal fees, offset by equivalent reimbursement revenue. Impact of supply and service contract increases is becoming evident.		Permanent	
<b>Other Expenditure</b>	(355,754)	9.59%	▲
Payment of contribution to Rover Football Club (166k) dependant on project progress.		Timing	
<b>Outflows from investing activities</b>			
<b>Payments for property, plant and equipment</b>	(2,525,995)	(37.73%)	▲
Projects identified as likely to carry over into next financial year include Old Walkaway Public Hall toilets (\$220k), doctors house in Mullewa (\$550k), Point Moore Public toilets (\$100k), RFDS hangar doors (\$70k), Batten Hall roof and gutters (\$30k), Cape Burney BFB building works (\$130k). Orders for Fleet renewals have been issued this financial year (\$1.626m) however delivery of items will be in new financial year (carryover estimated at \$2.334m).		Permanent	
<b>Payments for construction of infrastructure</b>	(6,880,109)	(18.7%)	▲
Parks - year to date Parks infrastructure expenditure is currently tracking behind budget by \$1.19m with commitments of \$1.097m issued. Projects identified as carrying over into next financial year include Mullewa Recreation Ground bore line, the Eadon Clark storm water harvesting, and Francis St boat ramp.		Permanent	

Airports - year to date expenditure is lower than budgeted by \$3.07M, mainly due to later timing of the airport microgrid project delivery. Commitments of \$551k have been issued.				Permanent
Meru Infrastructure - projects identified to carry into next financial year include Liquid Waste Ponds (\$260k), new weighbridge (\$420k), roadworks (\$140k) access control and CCTV (\$130k).				Permanent
Drainage - year to date expenditure is down by \$407K, primarily due to later timing of emergent drainage works.				Permanent
Carparks - year to date expenditure is currently tracking behind budget. The Maitland park schools traffic scope and design works will continue into 24/25 FY.				Permanent
Bridges & Major Culverts - year to date expenditure is tracking behind budget by \$246K due to later timing of payments for Nubberoo Road culvert renewals. Nangetty-Walkaway Bridge renewal project will run into 24/25 FY.				Permanent
Pathways - year to date pathways expenditure is tracking behind budget by \$716K, with commitments issued of \$845K. The African Reef Path has been identified as a carry over into the new financial year (\$235k).				Permanent
Lighting - delivery of the Recreation Ground sport lighting renewal project will run into the 24/25 FY				Timing
<b>Inflows from investing activities</b>				
<b>Proceeds from capital grants, subsidies and contributions</b>	1,634,802	14.55%	▼	
Timing differences associated with recognition of capital grant income, primarily relating to grant funded road projects.				Timing
<b>Proceeds from disposal of assets</b>	416,274	51.14%	▼	
Disposals associated with trade-in of fleet assets now expected to occur in the new financial year.				Timing
<b>Surplus or deficit after imposition of general rates</b>	(8,924,177)	(95.44%)	▲	
Due to variances described above				

## NET CURRENT FUNDING POSITION

	Positive=Surplus (Negative=Deficit)		
	2023-2024		2022-2023
	This Period	Last Period	This Period
	\$	\$	\$
<b>Current Assets</b>			
Cash and Cash Equivalents	13,349,225	19,896,250	12,909,925
Trade and other receivables	8,914,188	9,538,120	7,033,997
Other financial assets	38,185,173	40,855,101	43,826,435
Inventories	456,094	417,177	411,687
Contract assets	4,877,528	4,877,528	178,623
Prepayments	887,557	0	0
Assets classified as held for sale	0	0	7,446,159
<b>Total Current Assets</b>	<b>66,669,765</b>	<b>75,584,176</b>	<b>71,806,826</b>
<b>Less: Current Liabilities</b>			
Trade and other payables	9,537,060	9,482,589	9,397,954
Contract liabilities	3,447,692	3,447,692	3,832,401
Lease liabilities	6,230	10,404	7,554
Borrowings	0	1,180,999	3,782,365
Employee related provisions	5,816,932	5,816,932	5,583,468
	18,807,913	19,938,616	22,603,742
Less: Cash Restricted	(46,778,715)	(46,767,438)	(28,403,245)
<b>Unrestricted Net Current Asset Position</b>	<b>1,083,137</b>	<b>8,878,122</b>	<b>20,799,839</b>
Less: Current portion of self supporting loans	(12,745)	(12,745)	0
Less: Current portion of Council loans receivable	(2,008)	(6,290)	0
Less: Land held for resale (sales in future years)	0	0	(7,446,159)
Current portion of borrowings	0	1,180,999	3,782,365
Current portion of lease liabilities	6,230	10,404	7,554
<b>Net Current Funding Position</b>	<b>1,074,614</b>	<b>10,050,490</b>	<b>17,143,599</b>



## MONTHLY INVESTMENT REPORT

Deposit Ref	Current Credit Rating	Maturity/ Conversion	Invested Interest rates	Term (mths)	Amount Invested	Accrued Interest	Current Value @ 30/4/2024
<b>Commonwealth</b>							
BOS Call Account - Muni	A1+	On Demand	4.35%		1,189,343		1,189,343
BOS Call Account - Reserve	A1+	On Demand	4.35%		8,723,941		8,723,941
Reserve Investment 348	A1+	15/8/2024	5.60%	12	4,900,000	218,768	5,118,768
Reserve Investment 349	A1+	15/8/2024	5.60%	12	5,250,000	234,395	5,484,395
Reserve Investment 352	A1+	2/9/2024	5.36%	12	5,250,000	211,243	5,461,243
<b>Subtotal</b>					<b>25,313,284</b>	<b>664,405</b>	<b>25,977,690</b>
<b>National Bank</b>							
Reserve Investment 358	A1+	16/12/2024	5.05%	9	1,747,314	18,857	1,766,171
Reserve Investment 353	A1+	2/9/2024	5.15%	12	6,000,000	231,962	6,231,962
<b>Subtotal</b>					<b>7,747,314</b>	<b>250,819</b>	<b>7,998,133</b>
<b>AMP Bank</b>							
Reserve Investment 297	A2	22/8/2024	5.40%	12	2,300,000	96,978	2,396,978
<b>Subtotal</b>					<b>2,300,000</b>	<b>96,978</b>	<b>2,396,978</b>
<b>Bank of Queensland</b>							
Reserve Investment 354	A2	14/10/2024	5.15%	12	5,250,000	172,596	5,422,596
<b>Subtotal</b>					<b>5,250,000</b>	<b>172,596</b>	<b>5,422,596</b>
<b>Suncorp</b>							
Reserve Investment 344	A1	15/11/2024	4.65%	12	5,000,000	359,260	5,359,260
<b>Subtotal</b>					<b>5,000,000</b>	<b>359,260</b>	<b>5,359,260</b>
<b>Judo Bank</b>							
Reserve Investment 355	A3	14/10/2024	5.15%	6	2,402,582	79,325	2,481,907
<b>Subtotal</b>					<b>2,402,582</b>	<b>79,325</b>	<b>2,481,907</b>
<b>Bank of Sydney</b>							
Reserve Investment 357	Unrated	20/3/2025	5.18%	12	5,083,269	54,105	5,137,374
<b>Subtotal</b>					<b>5,083,269</b>	<b>54,105</b>	<b>5,137,374</b>
<b>Total Funds Invested</b>					<b>53,096,450</b>	<b>1,677,488</b>	<b>54,773,938</b>

