



# Financial Report

for the period July 2023 to Mar 2024

## Table of Contents

---

Executive Summary	3
Financial Performance for the period ending 31 <sup>st</sup> March 2024	5
Variances and Insights .....	6
Balance Sheet	9
Statement of Cash Flows	10
Statement of Capital Works	11
Organisational Performance	13
Investments	13
Borrowings	13
Debtor Management	14
Rate Arrears	15

## Executive Summary

	March 2024				YTD March 2024				Annual Total			
	Actual \$'000	Budget \$'000	\$ variance \$'000	% variance	Actual \$'000	Budget \$'000	\$ variance \$'000	% variance	Budget \$'000	Forecast \$'000	\$ variance \$'000	% variance
Total Income	22,806	20,322	2,484	12.2%	183,339	184,525	(1,187)	(0.6)%	245,647	275,424	29,776	10.8%
Total Expenses	20,139	17,701	(2,438)	(13.8)%	172,067	170,627	(1,440)	(0.8)%	225,708	237,386	(11,678)	(4.9)%
Net Gain/(Loss) on Disposal	(1,592)	0	(1,592)	(100.0)%	(895)	0	(895)	(100.0)%	0	(4,395)	(4,395)	(100.0)%
<b>Net Surplus/(Deficit)</b>	<b>1,075</b>	<b>2,621</b>	<b>(1,546)</b>	<b>(59.0)%</b>	<b>10,377</b>	<b>13,898</b>	<b>(3,521)</b>	<b>(25.3)%</b>	<b>19,939</b>	<b>33,643</b>	<b>13,704</b>	<b>40.7%</b>
<b>Operating (Underlying) Surplus/(Deficit)</b>	<b>(633)</b>	<b>821</b>	<b>(1,454)</b>	<b>(177.1)%</b>	<b>(8,587)</b>	<b>(2,301)</b>	<b>(6,285)</b>	<b>273.2%</b>	<b>(1,660)</b>	<b>(426)</b>	<b>1,234</b>	<b>(289.4)%</b>

### Operating results

This report provides a summary of the financial position for the Yarra Ranges Council for the month ended 31 March 24. The Council finished the month with an underlying operating deficit of \$0.6 million. Revenue for the month was \$2.5 million higher than budget, primarily due to higher general rates at \$1.0 million, higher operating grants recognized at \$0.9 million and higher interest revenue from rates at \$0.3 million. Expenses for the month ended \$2.4 million higher than budget, largely attributable to waste disposal accrual \$0.9 million and higher external contract \$1.0 million related to storm which is claimable under DRFA.

For the nine months ended 31 Mar 24, the Council has recorded an operating surplus of \$10.4 million, which is unfavourable compared to the YTD budget by \$3.5 million. After eliminating capital items, the adjusted underlying deficit is \$8.6 million. YTD revenue is unfavourable by \$1.2 million, and YTD expenditure is unfavourable by \$1.4 million. The main contributors to the unfavourable revenue variance are due to over budgeted \$8.1 million in operating grants as a result of grants received in advance \$16m. Higher YTD expenditure is mainly due to \$3.2 million depreciation and amortisation expenses result from high value WIP capitalisation in quarter three.

### Balance Sheet and Cash Flow Statement

Cash and investment holdings ended March at \$69.3 million. Council cash and cash equivalents are subject to external restrictions that limit amounts available for discretionary use, after eliminating restricted cash including trust funds and reserves, left with \$31.8 million for free

allocations. The Balance Sheet presents a working capital of \$16.4 million (total current assets of \$118.1million less total current liabilities of \$101.7million). This reflects Council’s ability to meet its obligations as and when they fall due.

### Capital Program

Capital expenditure finished the month at \$5.4 million against the budget of \$4.6 million for March.

YTD capital expenditure totalled \$45.2 million, which is \$3.9m or 9.5% above the YTD Adopted Budget of \$41.3 million.

### VAGO Performance Indicators

VAGO Performance Indicators as at Mar 2024							
Indicator	Measure					YTD Actual	Full year Budget
Net result	Net surplus (deficit) / Total revenue	Less than (1.0%)	(10%) to 0%	More than 0%	%	5.7%	7.6%
Adjusted underlying result	Adjusted underlying surplus (deficit) / Adjusted underlying revenue	Less than 0%	0% to 5%	More than 5%	%	(5.2%)	(1.4%)
Liquidity	Current Assets / Current Liabilities	Less than 0.75	75% to 100%	More than 1.0	x	0.85	1.13
Internal financing	Net operating cashflow / Net capital expenditure	Less than 75%	75% to 100%	More than 100%	%	49.3%	97.8%
Indebtedness	Non current liabilities / Own sourced revenue	More than 60%	40% to 60%	40% or Less	%	17.8%	7.2%

- Net result – is revenue/income from transactions minus expenses from transactions, as a percentage of total revenue.**  
 YTD actual result remains positive even the total revenue is \$1.2 million under budget and YTD expenditure is \$1.4 million higher than budget.
- Adjusted underlying result – is the net result exclusive of capital grants and contributions. It is an indicator of the sustainable operating result required to enable Council to continue to provide core services and meet its objectives.**  
 YTD actual is unfavourable to budget is mainly due to \$8.1 million over budget in operating grants.
- Unrestricted Liquidity - The ability to pay liabilities due within the next 12 months. A ratio of one or more means that an entity has more cash and liquid assets than short-term liabilities.**  
 YRC is comfortable to meet short-term financial obligations after deducting restricted cash.
- Internal financing – The ability to finance capital works from net operating cashflow.**  
 Actual result reflects lower net cash inflows as operating expenditure are higher than rate revenue collected, and grant funding received at this time of the year. The full year budget expects net capital expenditure to exceed net cash from operating activities.
- Indebtedness - The ability to repay debt due after the next 12 months from own-sourced revenue (Total revenue excluding grants and contributions).**  
 YTD and full year budget reflect Council’s low level of debt compared to own-sourced revenue generated.

## Financial Performance for the period ending 31<sup>st</sup> March 2024

### Comprehensive Income Statement

	March 2024				YTD March 2024				Annual Total			
	Actual	Budget	\$ variance	% variance	Actual	Budget	\$ variance	% variance	Budget	Forecast	\$ variance	% variance
	\$'000	\$'000	\$'000		\$'000	\$'000	\$'000		\$'000	\$'000	\$'000	
	24PJACT	24PJBUD			24PJACT	24PJBUD			24PJBUD	24PJFR09		
<b>Income</b>												
Rates - General	15,200	14,243	957	6.7%	129,701	128,184	1,517	1.2%	170,912	173,294	2,381	1.4%
Rates - Special Rates and Charges	0	142	(142)	(99.9)%	4,173	1,276	2,897	226.9%	1,702	4,173	2,471	59.2%
Statutory Fees and Fines	236	242	(7)	(2.7)%	1,643	2,149	(506)	(23.5)%	2,865	3,359	494	14.7%
User Fees	822	543	279	51.3%	4,705	4,916	(211)	(4.3)%	6,533	6,727	194	2.9%
Contributions - Cash	522	261	261	100.0%	2,712	2,410	302	12.5%	3,245	3,556	310	8.7%
Grants - Capital	1,707	1,773	(66)	(3.7)%	18,521	15,959	2,562	16.1%	21,279	33,362	12,083	36.2%
Grants - Operating	3,494	2,598	896	34.5%	17,342	24,962	(7,620)	(30.5)%	32,805	42,723	9,917	23.2%
Other Revenue	406	159	247	156.0%	2,196	1,414	782	55.3%	1,967	2,584	617	23.9%
Interest	419	112	308	275.8%	2,346	1,005	1,341	133.5%	1,339	2,647	1,308	49.4%
Contributions - Non Monetary Assets	0	250	(250)	(100.0)%	0	2,250	(2,250)	(100.0)%	3,000	3,000	0	0.0%
<b>Total Income</b>	<b>22,806</b>	<b>20,322</b>	<b>2,484</b>	<b>12.2%</b>	<b>183,339</b>	<b>184,525</b>	<b>(1,187)</b>	<b>(0.6)%</b>	<b>245,647</b>	<b>275,424</b>	<b>29,776</b>	<b>10.8%</b>
<b>Expenses</b>												
Employee Benefits	7,029	6,660	(369)	(5.5)%	59,499	61,914	2,414	3.9%	82,981	79,992	2,989	3.7%
Materials and Services	9,802	7,805	(1,997)	(25.6)%	76,852	76,534	(318)	(0.4)%	99,882	108,705	(8,823)	(8.1)%
Bad and Doubtful Debts	0	5	5	100.0%	108	49	(60)	(122.8)%	65	167	(102)	(61.2)%
Depreciation and Amortisation	3,169	2,785	(384)	(13.8)%	28,265	25,069	(3,196)	(12.7)%	33,426	38,513	(5,088)	(13.2)%
Other Expenses	61	323	263	81.2%	6,746	5,969	(777)	(13.0)%	7,898	9,117	(1,219)	(13.4)%
Finance Costs (Interest)	77	121	44	36.3%	597	1,093	496	45.4%	1,457	892	565	63.4%
<b>Total Expenses</b>	<b>20,139</b>	<b>17,701</b>	<b>(2,438)</b>	<b>(13.8)%</b>	<b>172,067</b>	<b>170,627</b>	<b>(1,440)</b>	<b>(0.8)%</b>	<b>225,708</b>	<b>237,386</b>	<b>(11,678)</b>	<b>(4.9)%</b>
Net Gain/(Loss) on Disposal	(1,592)	0	(1,592)	0.0%	(895)	0	(895)	0.0%	0	(4,395)	(4,395)	100.0%
<b>Net Surplus/(Deficit)</b>	<b>1,075</b>	<b>2,621</b>	<b>(1,546)</b>	<b>59.0%</b>	<b>10,377</b>	<b>13,898</b>	<b>(3,521)</b>	<b>(25.3)%</b>	<b>19,939</b>	<b>33,643</b>	<b>13,704</b>	<b>40.7%</b>
<b>Operating (Underlying) Surplus/(Deficit)</b>	<b>(633)</b>	<b>821</b>	<b>(1,454)</b>	<b>(177.1)%</b>	<b>(8,587)</b>	<b>(2,301)</b>	<b>(6,285)</b>	<b>273.2%</b>	<b>(1,660)</b>	<b>(426)</b>	<b>1,234</b>	<b>(289.4)%</b>

The operating (underlying) result is calculated by removing capital related income (grants and contributions) from the comprehensive result to determine the true operating result of Council's operations

## Variations and Insights

### Year to date forecast performance against budget (>\$0.5m or 10%)

Variance type - Revenue	Variance Commentary	\$ Full Year impact	Comment
<b>Rates - General</b>	The favourable variance relates to interest on rates \$0.8m (permanent) and additional rates revenue \$0.7m (awaiting valuer analysis).	\$2.4m favourable rates to budget (Interest).	Permanent
<b>Rates – Special Rates &amp; Charges</b>	The favourable variance relates to funding for the Roads for Community Initiative recognised in October. The timing of the road sealing has varied to the budget, some SCS's have been struck this year when they were budgeted for 24/25 and some were delayed from 22/23.	\$2.5m favourable to budget	Permanent
<b>Statutory Fees and Fines</b>	The favourable variance mainly relates to animal fines/legal recoveries	\$0.5m favourable to budget	Permanent
<b>Grants - Operating</b>	<ul style="list-style-type: none"> <li>increase due to Grant Commission Funding increased forecast to \$17m (Budget \$8.3m, 22/23 year actual \$15m) anticipated Jun-24</li> </ul>	\$9.9m favourable to budget if \$17m Grant Commission Funding received in Jun-24 as forecasted	Permanent
<b>Other Revenue</b>	The favourable variance is revenue from storm insurance claims which have been paid this financial year.	\$0.6m favourable to budget	Permanent
<b>Interest Income</b>	Higher opening cash balance than anticipated and increase in interest rates	\$1.3m favourable to budget	Permanent
<b>Contributions – Non-Monetary Assets</b>	Variance to Budget due to phasing, with gifted assets to be recognised May/June 2024.		

## Year to date forecast performance against Budget (>\$0.5m or 10%) – Expenses

Variance type - Expenses	Variance Commentary	\$ Full Year Impact	Comment
<b>Employee Benefits</b>	Underspend in employee costs is due to vacancies across the organisation.	\$3.0m favourable to budget	Permanent
<b>Materials and Services</b>	<p>Favourable variance is largely influenced by lower year-to-date costs due to timing of expenditure and budget phasing in various areas:</p> <ul style="list-style-type: none"> <li>Storms (\$3.1m), Significant expenditure variance is due to the estimate of total works following this storm being over-stated at the time the Budget was prepared.</li> <li>Landfill provision (\$1.9m)</li> <li>Cost of leasing (\$1.1m), but offset by increased amortisation costs of right of use assets.</li> </ul> <p>This is partially offset by</p> <ul style="list-style-type: none"> <li>Waste management (\$2.0m), mainly due increased FOGO volumes and additional rate increase to budget \$1.8m. Other increase in green &amp; hard waste \$0.5m due in part to budget phasing, offset by recycling return deposits \$0.2m</li> <li>information services (\$2.0m), mainly for \$1.2m network maintenance due to an increase in online support services. \$0.3m Consultants from Systems &amp; Reporting program which is fully funded by New Grant Funding received. \$0.5m Telecommunications with costs now included in IT and not allocated to rest of business (will be offset by savings in other areas)</li> <li>Financial services (\$1.0m), due to increases in insurances \$0.5m, temporary staff and consultants \$0.4m (offset by staff savings)</li> <li>climate &amp; nature &amp; Bushlands (\$0.6m), primarily due to streetlighting \$0.9m</li> <li>fleet operation (\$0.3m mainly for equipment &amp; plant hire/lease)</li> <li>infrastructure services (\$1.0m) due to temporary staff \$0.3m and additional works required \$0.7m (but partly phasing issue due to dust suppressant timing over summer months)</li> <li>Parks, Trees &amp; Trails (\$0.8m) due to sportsfields increased usage \$0.5m, Trees \$0.3m</li> </ul>	<p>\$1.4m favourable to budget</p> <p>\$2.5m favourable to budget</p> <p>\$1.5m favourable to budget</p> <p>\$2.1m unfavourable to budget</p> <p>\$3.5m unfavourable to budget</p> <p>\$1.5m unfavourable to budget</p> <p>\$1.7m unfavourable to budget</p> <p>\$0.8m unfavourable to budget</p> <p>\$0.8m unfavourable to budget</p> <p>\$1.0m unfavourable to budget</p>	<p>Permanent</p> <p>Permanent</p> <p>Permanent</p> <p>Permanent</p> <p>Permanent</p> <p>Permanent</p> <p>Permanent</p> <p>Permanent</p> <p>Permanent</p> <p>Permanent</p>

Variance type - Expenses	Variance Commentary	\$ Full Year Impact	Comment
	<ul style="list-style-type: none"> <li>Communities – no variance YTD but increases forecasted to year end in school crossings \$0.3m, community support, creative communities, economic development</li> </ul>	\$1.0m unfavourable to budget	Permanent
<b>Depreciation and Amortisation</b>	<p>\$3.2m over budget is due to</p> <ul style="list-style-type: none"> <li>\$1.7m due to revaluation conducted in 2022/23 with \$14m increment in property and \$29m increment in infrastructure, and WIP capitalisations</li> <li>\$1.5m amortisation for right of use assets increase (partly offset by cost of leasing saving)</li> </ul>	\$5.1m unfavourable to budget	Permanent
<b>Other Expenses</b>	Libraries timing variance to Budget \$0.3m, and other community program contribution timing variances \$0.5m. Biodiversity offset program costs to be higher full year (offset by income)	\$1.2m unfavourable to budget	Timing / Permanent



# Balance Sheet

Balance Sheet - as at Mar 2024				
\$'000	Actuals YTD (Mar 2024)	Actuals YTD (Mar 2023)	Adopted Budget (to Jun 2024)	Adopted Budget Prior Year (to Jun 2023)
<b>Current Assets</b>				
Cash and cash equivalents	69,286	96,650	75,886	66,330
Trade and other receivables	32,214	45,219	21,070	21,560
Other assets	16,568	9,404	10,000	5,418
<b>Total current assets</b>	<b>118,067</b>	<b>151,274</b>	<b>106,956</b>	<b>93,308</b>
<b>Non-current assets</b>				
Trade and other receivables	6,205	3,678	1,427	1,406
Investments in associates and joint ventures	2,550	2,550	3,561	5,400
Property, infrastructure, plant & equipment	1,371,855	1,355,159	1,284,842	1,259,485
Right-of-use assets	18,089	1,894	16,697	1,303
Intangible asset	6,167	5,814	447	819
<b>Total non-current assets</b>	<b>1,404,866</b>	<b>1,369,095</b>	<b>1,306,974</b>	<b>1,268,413</b>
<b>Total assets</b>	<b>1,522,933</b>	<b>1,520,369</b>	<b>1,413,930</b>	<b>1,361,721</b>
<b>Current liabilities</b>				
Trade and other payables	54,967	90,359	16,469	15,349
Unearned Income/Revenue			43,919	
Trust funds and deposits	26,082	13,569	12,000	43,270
Provisions	17,737	17,489	19,457	19,252
Interest-bearing loans and borrowings	629	2,472	640	5,856
Lease liabilities	2,273	991	1,815	427
<b>Total current liabilities</b>	<b>101,687</b>	<b>124,880</b>	<b>94,300</b>	<b>84,154</b>
<b>Non-current liabilities</b>				
Provisions	9,436	8,574	5,843	5,843
Interest-bearing loans and borrowings	640	640	18,912	31,165
Lease liabilities	16,124	1,137	15,536	867
<b>Total non-current liabilities</b>	<b>26,199</b>	<b>10,350</b>	<b>40,291</b>	<b>37,874</b>
<b>Total liabilities</b>	<b>127,886</b>	<b>135,230</b>	<b>134,591</b>	<b>122,029</b>
<b>Net assets</b>	<b>1,395,047</b>	<b>1,385,139</b>	<b>1,279,339</b>	<b>1,239,692</b>
<b>Equity</b>				
Accumulated surplus	638,882	638,882	666,871	599,089
Reserves	746,256	746,256	592,345	600,928
Current Operating Surplus/(Deficit)	9,908	0	20,123	39,676
<b>Total equity</b>	<b>1,395,047</b>	<b>1,385,139</b>	<b>1,279,339</b>	<b>1,239,693</b>

# Statement of Cash Flows

Statement of Cash Flows - as at Mar 2024			
\$'000	Actuals YTD (Mar 2024)	Annual Budget (to June 2024)	Prior year (to June 2023)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Rates and charges	140,492	174,402	155,969
Statutory fees and fines	9,242	3,181	2,604
User fees (inclusive of GST)	4,948	7,253	(298)
Grants - operating (inclusive of GST)	12,885	33,112	29,890
Grants - capital (inclusive of GST)	298	21,478	65,759
Contributions (inclusive of GST)	2,769	3,245	4,114
Interest received	2,216	1,339	3,737
Trust funds and deposits	3,698	0	2,172
Other receipts (inclusive of GST)	2,283	2,542	1,946
Net GST refund	12,303	13,440	15,984
Materials and Services (inclusive of GST)	(103,744)	(82,772)	(112,754)
Employee costs	(58,369)	(109,314)	(73,967)
Other payments	(7,347)	(8,639)	(10,626)
<b>Net cash provided by operating activities</b>	<b>21,674</b>	<b>59,267</b>	<b>84,530</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Payments for property, infrastructure, plant and equipment	(43,984)	(60,595)	(69,078)
Proceeds from sale of property, infrastructure, plant and equipment	(895)	0	595
Investments in associates		1,839	1,011
<b>Net cash used in investing activities</b>	<b>(44,879)</b>	<b>(58,756)</b>	<b>(67,472)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Finance costs	(81)	(1,010)	(231)
Proceeds from interest bearing loans and borrowings		18,912	0
Repayment of borrowings	(1,843)	(640)	(3,184)
Interest paid - lease liability	(516)	(447)	(157)
Repayment of lease liabilities	(1,719)	(1,967)	(1,510)
<b>Net cash provided by (used in) financing activities</b>	<b>(4,159)</b>	<b>14,848</b>	<b>(5,082)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>(27,364)</b>	<b>15,359</b>	<b>11,976</b>
Cash and cash equivalents at beginning of the financial year	96,650	60,527	84,674
<b>Cash and cash equivalents</b>	<b>69,286</b>	<b>75,886</b>	<b>96,650</b>

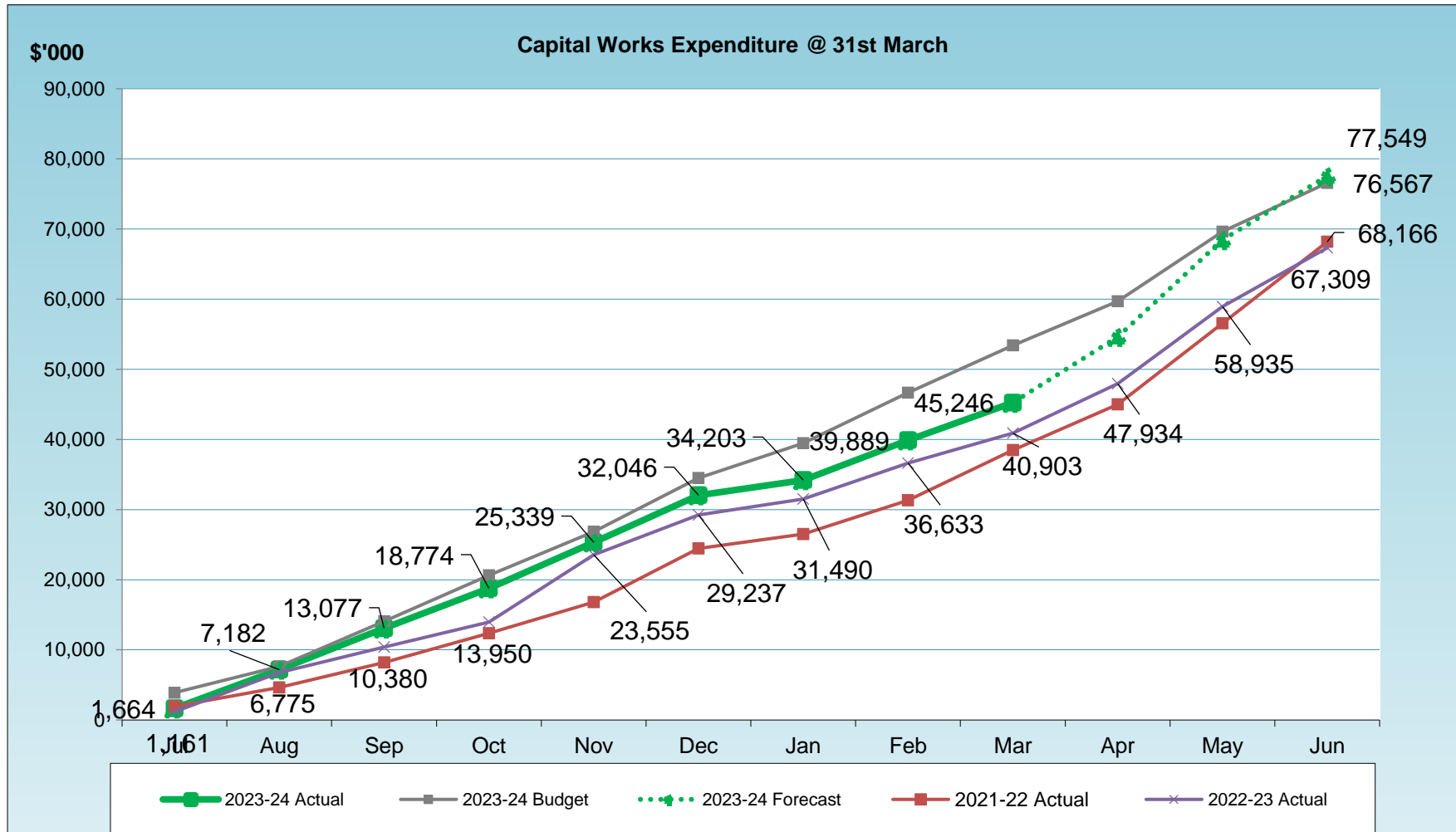
# Statement of Capital Works

Capital Works Statement

	March 2024				YTD March 2024				Annual Total			
	Actual \$'000	Budget \$'000	\$ variance \$'000	% variance	Actual \$'000	Budget \$'000	\$ variance \$'000	% variance	Budget \$'000	Forecast \$'000	\$ variance \$'000	% variance
<b>Expenditure</b>												
Infrastructure - Asset Management	23	433	409	94.6%	66	3,896	3,830	98.3%	5,220	5,168	(52)	(1.0)%
Infrastructure - Bridges	124	21	(103)	(478.6)%	1,398	193	(1,205)	(625.3)%	2,244	1,985	(259)	(13.0)%
Infrastructure - Community & Recreation	716	510	(206)	(40.5)%	4,397	4,588	191	4.2%	8,373	8,225	(148)	(1.8)%
Infrastructure - Drainage	148	141	(7)	(4.9)%	1,000	1,267	266	21.0%	2,339	1,695	(644)	(38.0)%
Infrastructure - Footpaths & Cycleways	20	101	81	79.8%	949	909	(40)	(4.4)%	1,312	1,133	(179)	(15.8)%
Infrastructure - Off-street Carparks	23	39	16	40.9%	233	350	117	33.4%	467	487	20	4.1%
Infrastructure - Open Space	522	379	(143)	(37.8)%	5,255	3,413	(1,842)	(54.0)%	9,467	11,244	1,777	15.8%
Infrastructure - Roads	1,830	1,599	(231)	(14.4)%	15,097	14,390	(707)	(4.9)%	26,490	24,345	(2,145)	(8.8)%
P&E - Computers & Comms	259	103	(156)	(151.8)%	983	927	(56)	(6.1)%	2,095	2,129	34	1.6%
P&E - Fixtures, Fittings & Furniture	0	2	2	100.0%	0	14	14	100.0%	18	18	0	0.0%
P&E - Plant, Machinery & Equipment	584	171	(414)	(242.4)%	2,607	1,536	(1,071)	(69.7)%	2,743	3,705	962	26.0%
Property - Buildings	1,107	1,091	(16)	(1.5)%	12,565	9,817	(2,748)	(28.0)%	15,779	16,720	941	5.6%
Property - Land	0	2	2	100.0%	695	15	(680)	(4,534.3)%	20	695	675	97.1%
<b>TOTAL</b>	<b>5,357</b>	<b>4,590</b>	<b>(767)</b>	<b>(16.7)%</b>	<b>45,246</b>	<b>41,314</b>	<b>(3,932)</b>	<b>(9.5)%</b>	<b>76,567</b>	<b>77,549</b>	<b>982</b>	<b>71.8%</b>

Further detail on the performance of the Capital Program is provided in the separate quarterly capital works program report.

The graph below shows the adopted budget and actual Capital Works expenditure for 2023-24 in comparison to previous years.



## Investments

Account Name	Balance \$'000	Applicable interest rate
<b>Operating Cash Accounts</b>		
Cash Management (Westpac Operating Account)	938.8	4.70%
Cash Management (Westpac Investment Account)	60,780.4	4.80%
Cash Management (Commonwealth)	476.8	0.01%
<b>Term Deposits</b>		
BOQ Term Deposit (matures 08/05/2024)	2,000.0	5.20%
MyState Term Deposit (matures 29/11/2024)	3,500.0	5.45%
BOQ Curve Term Deposit (matures 05/06/2024)	2,000.0	5.10%
<b>Total Cash &amp; Cash Equivalents</b>	<b>69,696.0</b>	

<b>Restricted cash</b>	<b>37,429.8</b>
Reserve - Public Open Space	10,894.1
Reserve - Waste	102.2
Reserve - Biodiversity Offset Program	604.7
Reserve - Pandemic Recovery Reserve	800.0
Reserve - Disaster Response	300.0
Reserve - Digital Transformation	300.0
Trust Funds - Deposits, Planning, Builder etc	8,442.0
FSPL collected to pay SRO	15,986.8
<b>Unrestricted cash</b>	<b>31,855.9</b>

## Borrowings

Account Name \$'000	Original Loan Amount	Applicable interest rate	Current Liability	Non Current Liability	Total
<b>Loan</b>					
NAB (end 04/08/2024)	21,000	4.65%	628.5	639.6	1,268.1
<b>Loan Balance</b>			<b>628.5</b>	<b>639.6</b>	<b>1,268.1</b>

# Debtor Management

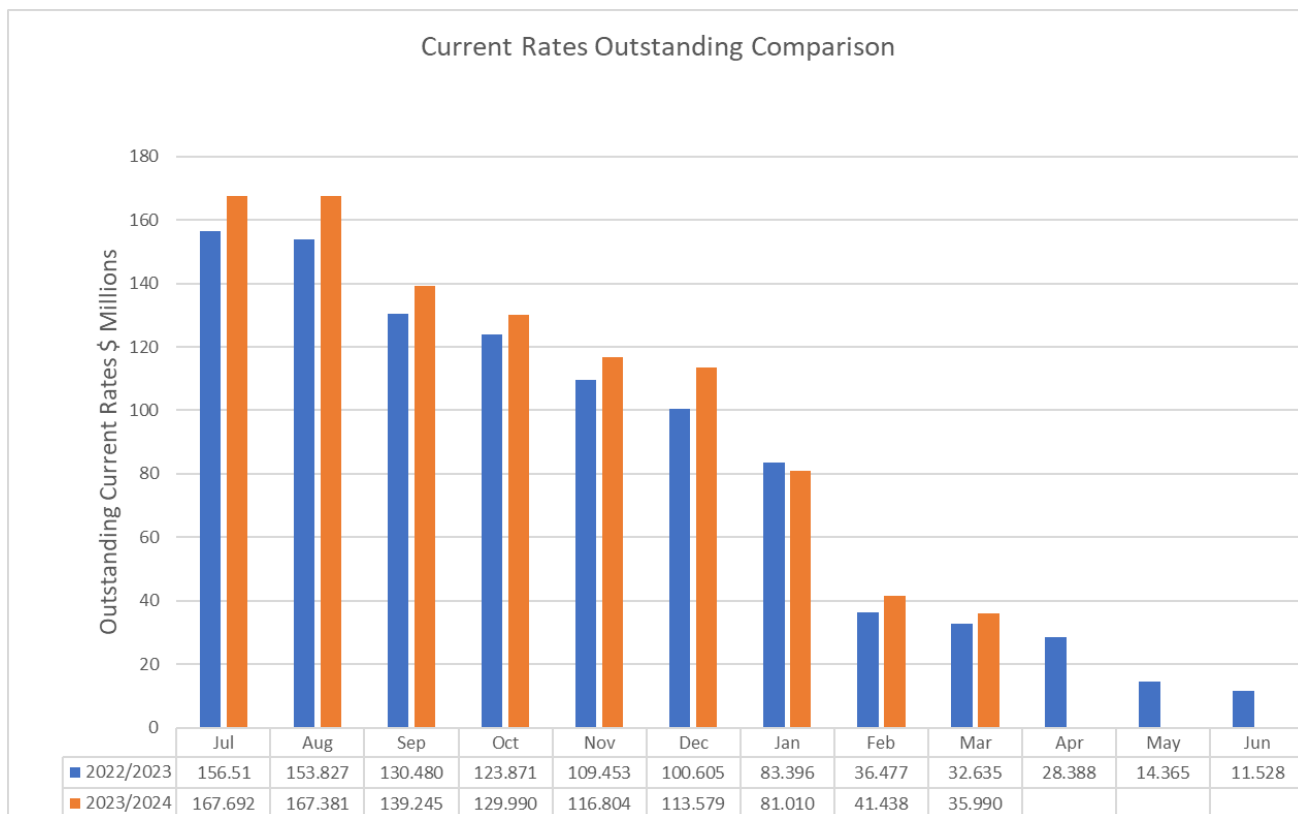
The Balance Sheet shows an amount of \$57.5 million for Receivables – Property.

The following table details the total rates outstanding on 31<sup>st</sup> March 24:

<b>Rates Debts Outstanding ('000)</b>		
Current Rates 23/24	35,781.3	
Current Interest	191.1	
Legal Costs on Current	17.7	35,990.1
Arrears (prior to 23/24)	18,515.1	
Interest on Arrears	2,624.4	
Legal costs on Arrears	400.0	21,539.5
<b>Total rates &amp; charges Outstanding</b>		<b>57,529.6</b>

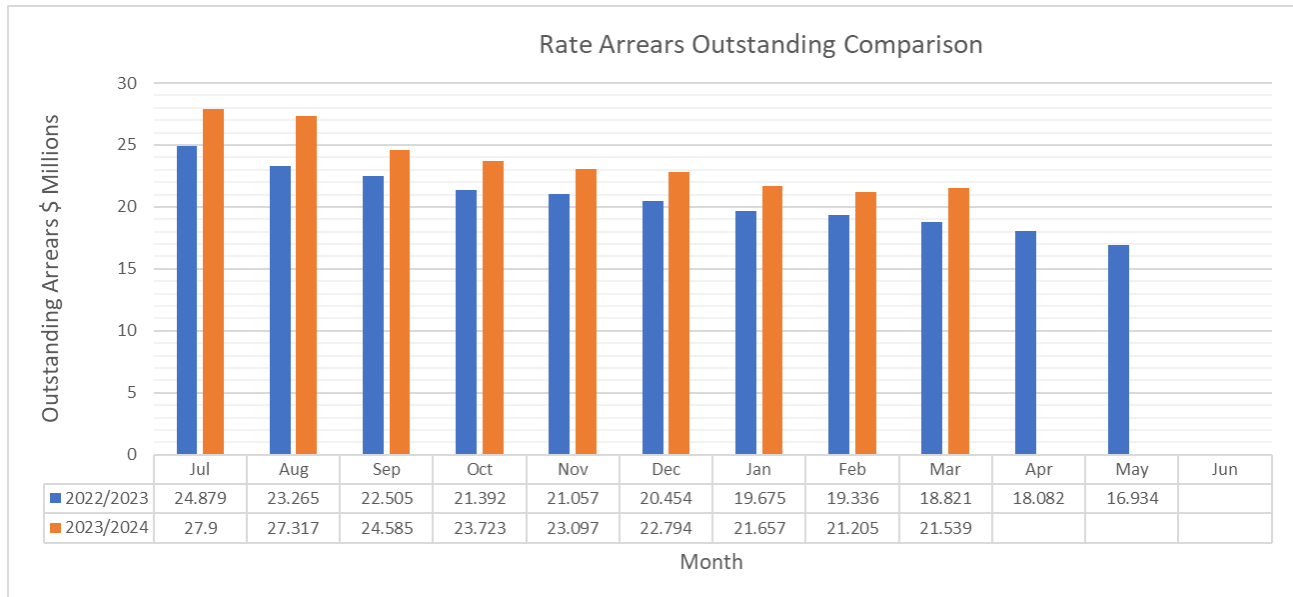
## Current Rates Outstanding Comparison

The level of outstanding rate arrears measured in real terms (3.50% Rates Cap Increase) compared to the same period last year has increased by 6.15%.



# Rate Arrears

The level of outstanding rate arrears measured in real terms (3.50% Rates Cap Increase) compared to the same period last year has increased by 9.48%.



The following table details the status of the arrears and rate recovery methods.

<b>Rate Recovery Activity</b>							
Rate Recovery Category	Activity	Arrears	Interest on Arrears	Legal Costs	Total O/S	Number of Assessments	Current Including Assessment
Financial Hardship	Deferment in place	5,095.2	244.8	48.0	5,387.9	807	1,702.7
	Recurring Deferment	3,039.3	160.6	4.8	3,204.7	14	23.3
	Deferment recently cancelled	1,444.0	151.5	15.1	1,610.7	119	231.9
	Defaulted conditions	1,593.7	504.4	182.5	2,280.6	58	125.3
Hardship Being Reviewed	Standard deferment being reviewed	417.3	45.4	5.7	468.4	1	-
	Recurring Deferment being reviewed	369.7	231.0	27.3	628.0	-	-
Payment Plans	Payment Plan in place	311.9	112.9	23.4	448.2	2,044	3,723.9
	Payment Plan in place with Credit Solutions	281.6	35.9	7.6	325.0	333	790.1
Receivership		118.9	54.7	4.9	178.5	16	21.2
Auction (s181)		91.5	29.7	0.8	122.0	4	4.3
Sale Pending		79.2	1.4	-	80.6	278	99.3
Probate Pending		-	-	-	-	7	8.0
Legal Action Avenues Exhausted		61.7	78.3	3.0	142.9	22	43.9
Legal Action Continuing		43.0	23.1	5.2	71.3	4	5.6
Legal Action Pending		-	-	-	-	27	67.5
Complaints filed		-	-	-	-	156	380.5
Sub Standard Vacant		-	-	-	-	-	-
Due date extended - Supps		-	-	-	-	-	-
<b>Totals</b>		<b>12,947</b>	<b>1,674</b>	<b>328</b>	<b>14,949</b>	<b>3,890</b>	<b>7,228</b>

Payment plans (up from 1,968 in February 2024) & Hardship Agreements (up from 981 in February 2024) are expected to continue to increase as Late Payment Notices (YRC) & Final Notices (ARMA/Credit Solutions) are issued to customers with overdue rates.

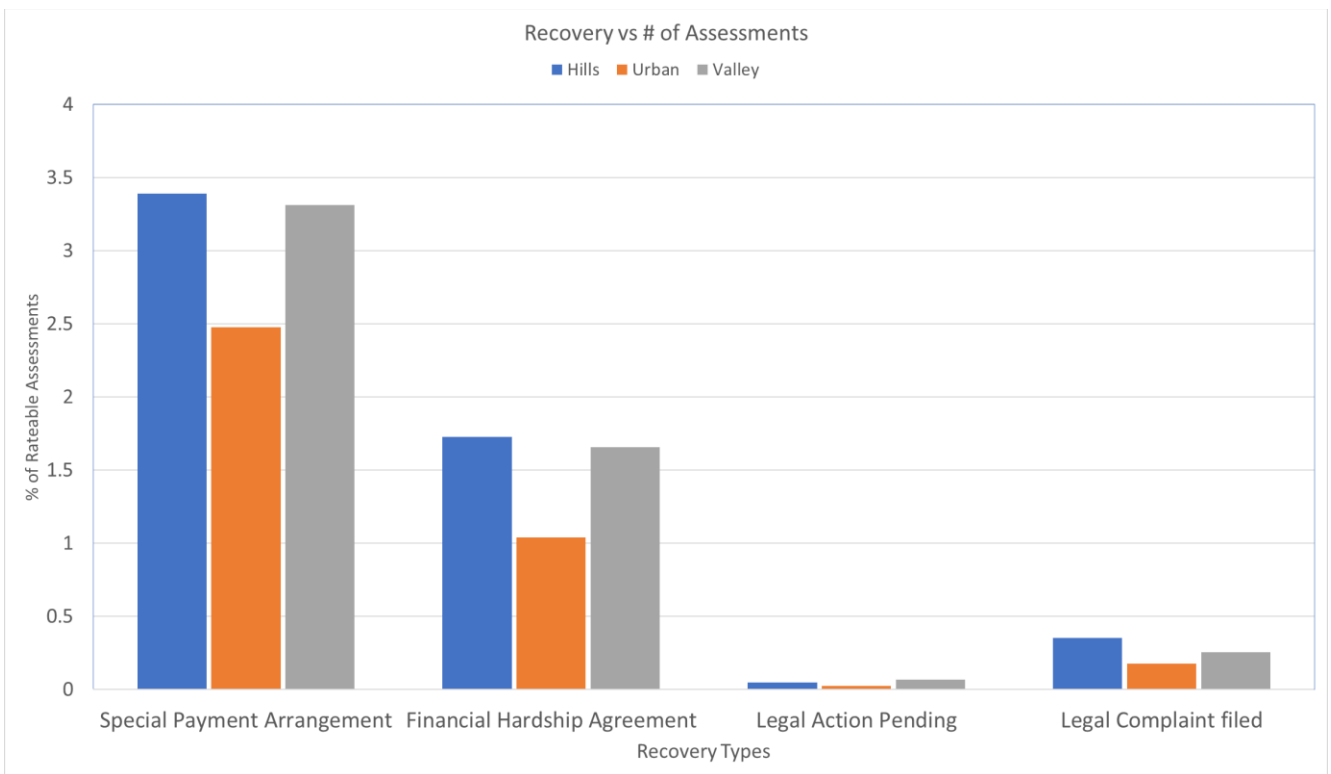
Please refer to the below graphs for information regarding Location categories (Hills, Urban,Valley) and the amount of assessments on the following recovery methods:

- Special Payment Arrangement
- Financial Hardship Agreement
- Legal Action Pending (For 2021/2022 outstanding rates)
- Legal Complaint Filed – With the Magistrates Court for Outstanding amounts.





The following graph considers % of assessments on rate recovery methods vs the number of rateable assessments in the location category. **Urban** has a higher number of assessments in all methods of rate recovery, but when compared to the number of rateable assessments in the Urban area it is relatively lower than **Hills** and **Valley** areas.

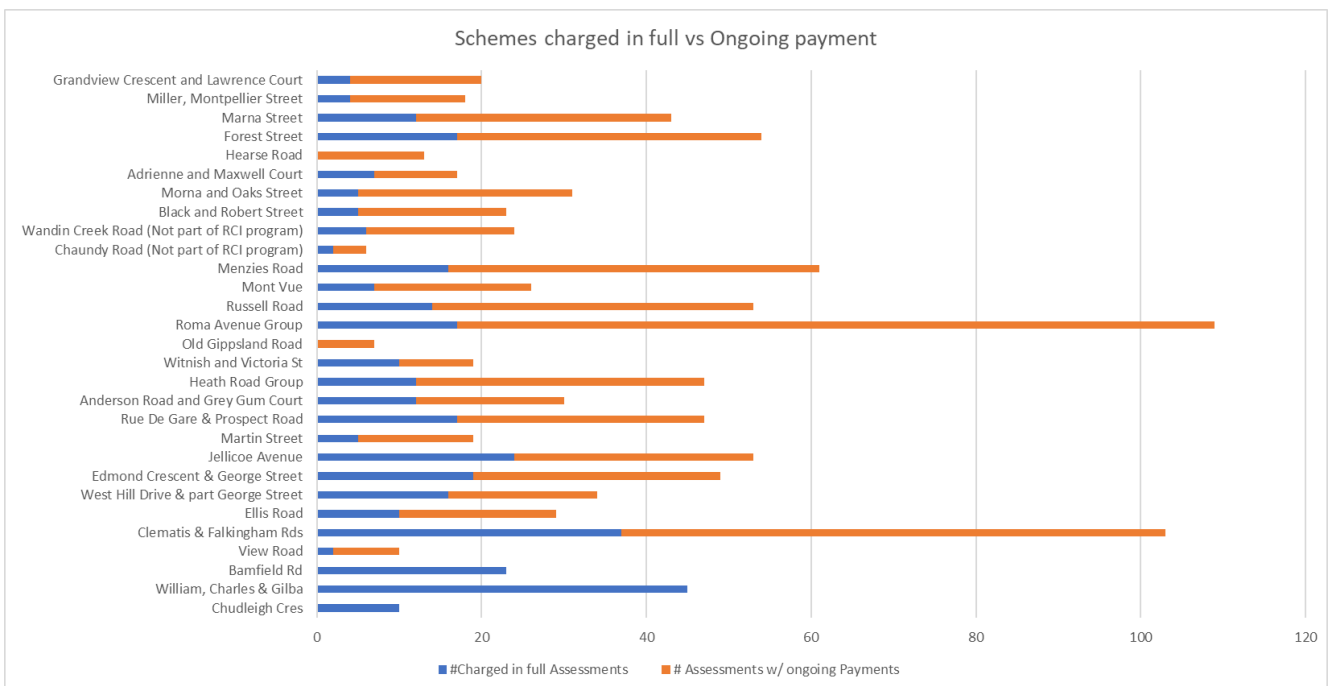


### Special Charge Schemes

Due to the increase in Special Charge Schemes associated with Roads for the Community initiative funding received from the Federal Government, Monthly reports will now break down the amounts currently owing and future liabilities of all Special Charge Schemes.

The following table shows all currently levied Special Charge Schemes, illustrating;

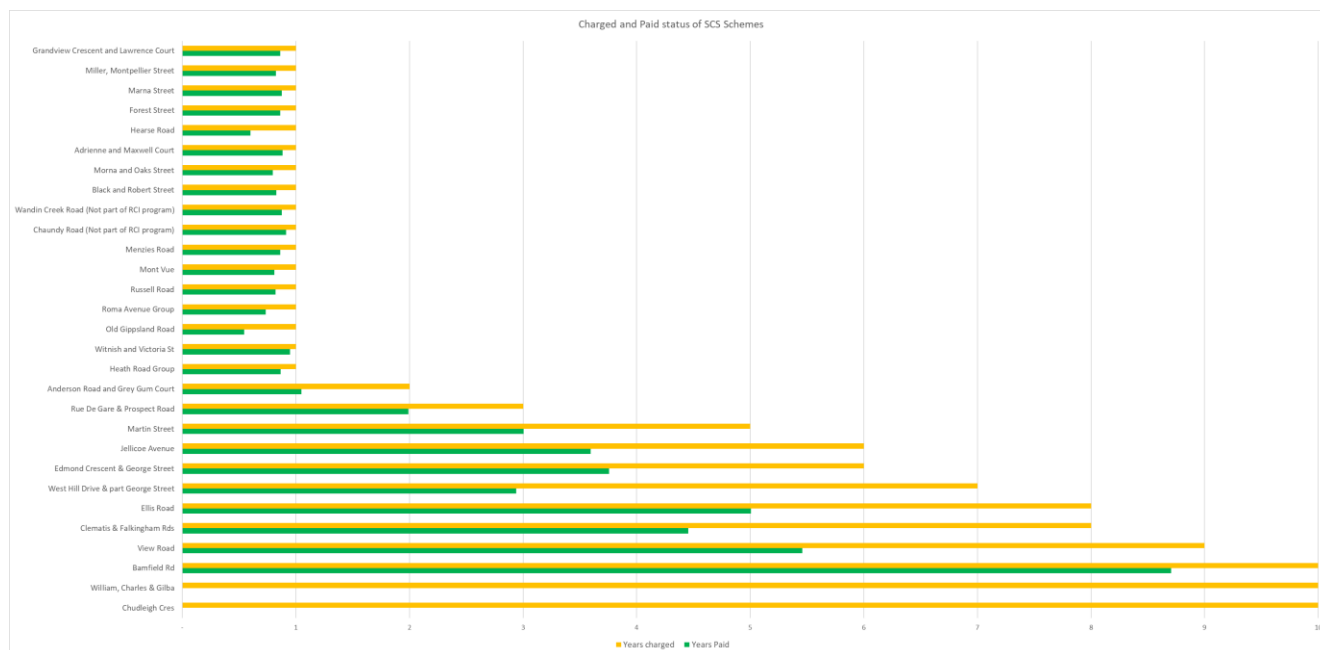
- How many assessments / owners have elected to pay the scheme in full (blue), and;
- How many assessments / owners continue to pay in instalments charged over the 10 year life of the scheme (orange)



## Special Charge Schemes (cont)

### % Charged and % paid of SCS schemes.

The following graph shows the **Number of years** that the SCS has been charged for and the **the amounts charged (so far) that have been paid.**



## Supplementary Valuations

At 31 March 2024, CIV valuations across all properties has increased by \$359.2 million since 1 July 2023.

The rates charge prediction for 2024/2025 based on an increase of 0% in revaluations and 2.75% in the rates cap is \$146.0 million.

Rate Type	Start of Year			31-Mar-24			Movement (Supps)		2024/2025 Prediction**
	Assessments	CIV '\$000	Rate Value '\$000	Assessments	Value '\$000	Rate Value '\$000	Assessments	Value '\$000	Rate Value
<b>Residential</b>	62,059	49,032,700.0	122,920.1	62,375	49,328,514.5	123,832.4	316.0	295,814.5	127,237.8
<b>Vacant Sub Standard</b>	329	13,427.0	33.7	328	1,340.0	33.5	- 1.0	- 12,087.0	34.4
<b>Farmland</b>	1,599	3,054,752.5	5,360.5	1,578	3,071,242.1	5,327.2	- 21.0	16,489.6	5,473.7
<b>Commercial</b>	2,334	2,245,992.5	8,445.8	2,340	2,258,116.4	8,470.8	6.0	12,123.9	8,703.7
<b>Industrial</b>	1,074	1,154,490.0	4,341.3	1,085	1,160,722.0	4,370.1	11.0	6,232.0	4,490.3
<b>Rec &amp; Culture</b>	13	52,500.0	79.0	13	52,783.4	79.0	-	283.4	81.2
	67,408	55,553,862.0	141,180.4	67,719	55,872,718.4	142,113.0	311.0	318,856.4	146,021.1

\*Rate Values for March 2024 is used to indicate base rates in 2024/2025 year, it is not an indication of rates charged during 2023/2024.

\*\*2024/2025 estimates include a general increase of 0% for properties and 2.75% for the rates cap