



Financial Report

for the period March 2025

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Income Statement

For the financial year to date 31 March 2025

	YTD Budget \$	YTD Actual \$	YTD Variance Fav / (Unfav) \$ %		Annual Budget \$
Income					
Rates - General	135,670	136,886	1,216	0.9	180,893
Rates - Special Rates and Charges	943	1,734	791	83.8	1,258
Statutory Fees and Fines	2,821	2,051	(770)	(27.3)	3,761
User Fees	4,829	5,037	208	4.3	6,394
Contributions - Cash	2,281	1,516	(765)	(33.5)	3,113
Grants - Capital	15,847	12,592	(3,255)	(20.5)	21,129
Grants - Operating	22,346	32,211	9,865	44.1	29,250
Other Revenue	1,178	1,622	444	37.7	1,715
Interest	1,801	824	(978)	(54.3)	2,402
Contributions - Non Monetary Assets	2,250	1,541	(709)	(31.5)	3,000
Total Income	189,966	196,014	6,047	3.2	252,916
Expenses					
Employee Benefits	60,263	60,811	(549)	(0.9)	80,230
Materials and Services	80,202	85,091	(4,888)	(6.1)	104,814
Bad and Doubtful Debts	48	2	46	95.5	64
Depreciation and Amortisation	29,690	30,172	(483)	(1.6)	39,586
Other Expenses	6,899	6,969	(70)	(1.0)	8,906
Finance Costs (Interest)	1,159	1,139	20	1.7	1,546
Total Expenses	178,262	184,185	(5,924)	(3.3)	235,146
Net Gain/(Loss) on Disposal	-	144	144	-	-
Net Surplus/(Deficit)	11,705	11,973	268	2.3	17,769
Operating (Underlying) Surplus/(Deficit)	(4,212)	(651)	3,561	(84.6)	(3,453)

Balance Sheet

For the financial year to date 31 March 2025

	31-Mar-25 \$	30-Jun-24 \$
Current Assets		
Cash & Cash Equivalents	46,757,078	24,741,515
Trade & Other Receivables	35,038,685	43,657,778
Other Assets	16,315,819	14,617,071
Total Current Assets	98,111,582	83,016,363
Non Current Assets		
Trade & Other Receivables	6,833,032	6,098,518
Investments in Associates	2,923,748	2,923,748
Ppty, Plant & Equip. and Infrastructure	1,627,717,393	1,614,724,828
Intangible Assets	6,393,000	5,625,154
Right-of-use Assets	15,786,955	17,447,627
Total Non-Current Assets	1,659,654,127	1,646,819,874
TOTAL ASSETS	1,757,765,709	1,729,836,237
Current Liabilities		
Trade & Other Payables	38,244,885	54,772,570
Trust Funds & Deposits	24,948,269	8,589,222
Provisions	16,079,142	16,575,145
Interest-Bearing Loans & Borrowings	500,648	639,596
Lease liabilities	1,618,976	2,211,301
Total Current Liabilities	81,391,920	82,787,834
Non Current Liabilities		
Lease liabilities	14,543,140	15,634,354
Provisions	9,178,152	8,832,000
Interest-Bearing Loans & Borrowings	18,097,644	-
Total Non Current Liabilities	41,818,936	24,466,354
TOTAL LIABILITIES	123,210,856	107,254,187
NET ASSETS	1,634,554,853	1,622,582,050
Equity		
Accumulated Surplus	645,777,718	645,628,718
Reserves	976,804,332	976,953,332
Current Operating Surplus/(Deficit)	11,972,803	-
TOTAL EQUITY	1,634,554,853	1,622,582,050

Statement of Cash Flows

For the financial year to date 31 March 2025

	31-Mar-25 YTD \$	30-Jun-24 \$
CASH FLOWS FROM OPERATING ACTIVITIES		
Rates and charges	171,977	168,769
Statutory fees and fines	3,095	2,266
User fees (inclusive of GST)	5,283	6,630
Grants - operating (inclusive of GST)	31,579	16,679
Grants - capital (inclusive of GST)	3,471	6,707
Contributions (inclusive of GST)	52	3,681
Interest received	958	2,961
Trust funds and deposits	(5,171)	8,374
Other receipts (inclusive of GST)	1,631	5,365
Net GST refund	11,461	18,323
Materials and Services (inclusive of GST)	(104,197)	(143,889)
Employee costs	(60,773)	(79,565)
Other payments	(7,589)	(11,692)
Net cash provided by operating activities	51,777	4,609
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for property, infrastructure, plant and equipment	(43,552)	(71,341)
Payments for intangibles	(1,762)	(710)
Proceeds from property, infrastructure, plant and equipment	327	1,134
Payment for investments	-	(2,000)
Net cash used in investing activities	(44,987)	(72,917)
CASH FLOWS FROM FINANCING ACTIVITIES		
Finance costs	(393)	(101)
Proceeds from loans	20,448	-
Repayment of borrowings	(2,489)	(2,472)
Investments in associates	-	-
Interest paid - lease	(657)	(742)
Repayment of lease liabilities	(1,684)	(2,285)
Net cash provided by (used in) financing activities	15,225	(5,600)
Net decrease in cash and cash equivalents	22,015	(73,908)
Opening Bank Balance	24,742	91,150
Closing Bank Balance	46,757	17,242

Income Statement Variance Analysis

a. Operating Income year to date:

	YTD Budget \$	YTD Actual \$	YTD Variance Fav / (Unfav) \$ %		Annual Budget \$
Income					
Rates - General	135,670	136,886	1,216	0.9	180,893
Rates - Special Rates and Charges	943	1,734	791	83.8	1,258
Statutory Fees and Fines	2,821	2,051	(770)	(27.3)	3,761
User Fees	4,829	5,037	208	4.3	6,394
Contributions - Cash	2,281	1,516	(765)	(33.5)	3,113
Grants - Capital	15,847	12,592	(3,255)	(20.5)	21,129
Grants - Operating	22,346	32,211	9,865	44.1	29,250
Other Revenue	1,178	1,622	444	37.7	1,715
Interest	1,801	824	(978)	(54.3)	2,402
Contributions - Non Monetary Assets	2,250	1,541	(709)	(31.5)	3,000
Total Income	189,966	196,014	6,047	3.2	252,916

Significant variance commentary:

Rates and Charges (\$1.2m favourable YTD)

- Waste charges \$0.6m higher than budget due to resident selection of waste collection options.
- Interest on rates \$0.8m above budget due to level of rates arrears. This was budgeted as \$0.4m YTD in the interest income line.
- Supplementary rates \$0.4m less than budget due to the timing of supplementary valuations and issuing of supplementary rates notices.

Rates – Special Rates and Charges (\$0.8m favourable YTD)

- Additional income of \$0.5m for Special Charge Schemes originally budgeted in the prior year.
- Timing difference of \$0.3m YTD due to phasing of income recognition compared to budget.

Statutory Fees and Fines (\$0.8m unfavourable YTD)

- Planning fees \$0.4m lower than budget due to a lower volume of planning applications than anticipated.
- Food Premises & Surveillance Program \$0.3m less than budget YTD. This varies based on the level of enforcement action required.

User Fees (\$0.2m favourable YTD)

- Container Deposit Scheme income \$0.5m YTD which wasn't budgeted.
- Animal Management Program fees \$0.4m less than budget YTD mostly due to timing difference compared to budget.
- Cultural Facility venue hire and related income \$1.2m higher than budget due to additional usage of facilities.

Contributions – Cash (\$0.8m unfavourable YTD)

- Public open space contributions \$0.6m less than budget. The quantum and timing of these contributions are dependent on subdivision activity.

Grants - Capital (\$3.3m unfavourable YTD)

- Preparing Australian Communities / GSF grants capital portions \$0.6m less than budget however this is offset by the operating grant portions being significantly higher than budget.
- Other capital grants differences to budget due to timing of project delivery (including Roads for the Community Initiative \$1.0m higher than budget YTD, Yarra Valley Trail Northern Loop \$1.2m less than budget YTD, Morrison Recreation Reserve District Playspace \$0.7m less than budget YTD, Maddens Lane, Gruyere \$0.7m less than budget YTD)

Grants - Operating (\$9.9m favourable YTD)

- Commonwealth Government Financial Assistance Grants \$4.5m higher than budget YTD due to timing of grant receipt being different to budgeted.
- Storm recoveries \$1.5m, as current year storm events are not budgeted (\$4.7m recovery), and prior year claim submission outcomes (\$3.3m recovery reversal).
- Preparing Australian Communities grant \$1.9m higher than budgeted due to increased spending in final year of the grant offsetting underspend in prior year. This is also partially offset by lower Capex portion noted above.
- \$1.2m of grants originally budgeted in the prior year but received in the current year.

Interest (\$1.0m unfavourable YTD)

- Interest on investments \$0.6m less than budget reflective of lower cash holdings due to the timing of borrowing drawdowns and the timing of cash outflows.
- Interest on rates budgeted at \$0.4m YTD now reported in Rates income.

Contributions – Non Monetary Assets (\$0.7m unfavourable YTD)

- Assets gifted to council as part of development activity are \$0.7m less than budgeted YTD.

b. Operating Expenditure year to date:

	YTD Budget \$	YTD Actual \$	YTD Variance Fav / (Unfav) \$ %		Annual Budget \$
Expenses					
Employee Benefits	60,263	60,811	(549)	(0.9)	80,230
Materials and Services	80,202	85,091	(4,888)	(6.1)	104,814
Bad and Doubtful Debts	48	2	46	95.5	64
Depreciation and Amortisation	29,690	30,172	(483)	(1.6)	39,586
Other Expenses	6,899	6,969	(70)	(1.0)	8,906
Finance Costs (Interest)	1,159	1,139	20	1.7	1,546
Total Expenses	178,262	184,185	(5,924)	(3.3)	235,146

Significant variance commentary:

Employee Benefits (\$0.5m unfavourable)

- EBA salary increase of 2.75% compared to budget of 2.25%. This increase is tied to the annual rates cap percentage set by the Victorian Government.

Materials and Services (\$4.9m unfavourable)

- Storm recovery expenses of \$7.4m from 3 YTD events – this is partially offset by grant recovery income.
- Additional trees expenditure of \$2.9m due to increase in requests due to storms and safety responses.
- Additional agency/temporary staff to cover vacant positions (\$1.2m) and Storm & Preparing Australian Communities work requirements (\$0.2m).
- Preparing Australian Communities \$1.3m of additional operational expenditure with grant ending. This is fully recovered by grant income.
- Building maintenance \$1.8m less than budget YTD predominantly due to less reactive maintenance demand YTD.
- Waste collection and disposal costs \$1.4m less than budget YTD including a timing difference of \$0.6m related to timing of hard waste collection.
- Delayed timing of landfill site works has resulted in decreased spend of \$1.1m YTD. This work is reflective of EPA requirements.
- Bushlands maintenance, climate and nature programs are \$1.2m less than budget YTD due to seasonality but are expected to be in line with budget for the full year.
- Motor vehicle fleet costs \$0.5m less than budget due to savings in fuel, servicing and registrations costs compared to budget.

Depreciation and Amortisation (\$0.5m unfavourable)

- Reflective of the timing of capitalisation of assets.

Statement of Capital Works

For the financial year to date 31 March 2025

Asset class	YTD	YTD	YTD Variance		Annual
	Budget	Actual	Fav / (Unfav)		Budget
	\$	\$	\$	%	\$
Infrastructure - Asset Management	600	3,757	(3,157)	(526.1)	5,509
Infrastructure - Bridges	349	142	207	59.2	466
Infrastructure - Community & Recreation	4,988	3,211	1,777	35.6	6,651
Infrastructure - Drainage	2,590	1,102	1,487	57.4	3,453
Infrastructure - Footpaths & Cycleways	1,434	852	582	40.6	1,912
Infrastructure - Off-street Carparks	285	171	114	39.9	380
Infrastructure - Open Space	11,324	6,768	4,556	40.2	15,099
Infrastructure - Roads	13,662	11,947	1,715	12.6	18,216
P&E - Computers & Comms	1,780	1,817	(36)	(2.0)	2,374
P&E - Fixtures, Fittings & Furniture	14	-	14	100.0	19
P&E - Plant, Machinery & Equipment	1,835	1,224	611	33.3	2,447
Property - Buildings	10,580	9,675	905	8.6	14,107
Property - Land	-	103	(103)	-	-
TOTAL	49,443	40,769	8,674	17.5	70,633

Significant variance Commentary:

- **Infrastructure - Asset Management (\$3.2m unfavourable):**
YTD Variance due to a change in treatment to the Capitalisation of salaries. Overall, the balance is tracking on budget for the year.
- **Infrastructure - Community & Recreation (\$1.8m favourable):**
YTD Variance due to delays in expenditure for Morrison Reserve Mountain Bike track and \$2m in funding for Chirnside Urban Park already expended in FY24.
- **Infrastructure – Drainage (\$1.5m favourable):**
General delays in projects including Britton Road, Station Street and North Ave. Cobden Crescent has been carried back from FY26 to FY25 replace Britton Road.
- **Infrastructure - Footpaths and Cycleways (\$0.6m favourable):**
General delays across the whole program of Footpath new and upgrades
- **Infrastructure - Open Space (\$4.6m favourable):**
Delays in Yarra Valley Trail and Warburton Mountain Bike Destination with funding to be Carried Forward into FY26.
- **Infrastructure – Roads (\$1.7m favourable):**
Delays - Edward Rd/Paynes Rd Roundabout, Chirnside Pk (Blackspot and R2R) and Tainton Street and Railway Parade, Wandin North (RFCI)
- **P&E - Plant, Machinery & Equipment (\$0.6m favourable):**
Delays in expenditure within Council's fleet renewal program
- **Property – Buildings (\$0.9m favourable):**
Delays in Aquatics Renewal for relining of the Yarra Centre.

In summary: There were the delays across majority of the projects in the planning and design phase, which were generally caused from longer than anticipated external approvals during the design phase and permit phase's. Therefore, resulting in the delivery of capital works being behind the budget.

Treasury

a. Loans

Financial Institution	Loan Term	Maturity Date	Interest Rate	Loan Amount \$	Current Balance \$
TCV	5	21/08/2029	4.295%	15,000,000	13,639,314
TCV	5	21/08/2029	4.755%	5,448,000	4,958,978
Total				20,448,000	18,598,292

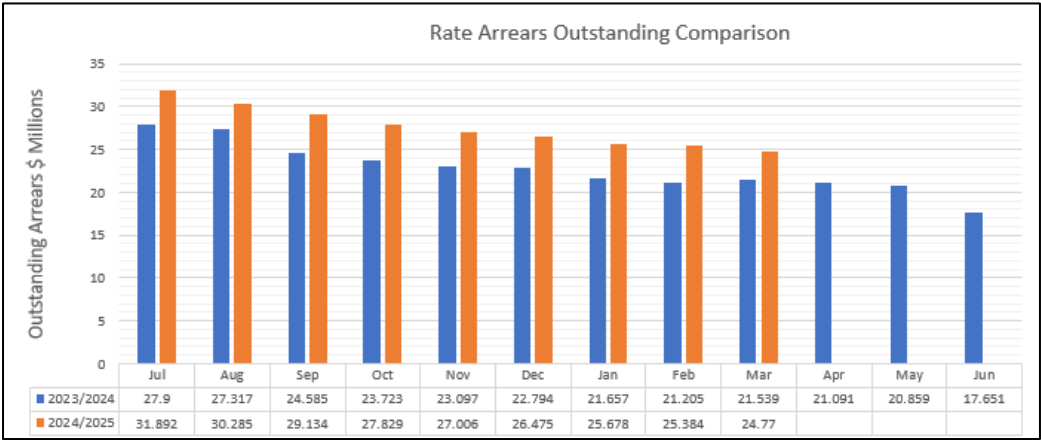
b. Investments

Account Name	Balance \$'000s	Interest Rate
Operating Cash Accounts		
Cash Management (Westpac Operating Account)	43,963	4.45%
Cash Management (Westpac Investment Account)	2,380	4.55%
Cash Management (Commonwealth)	414	0.01%
	46,757	

Rates Analysis

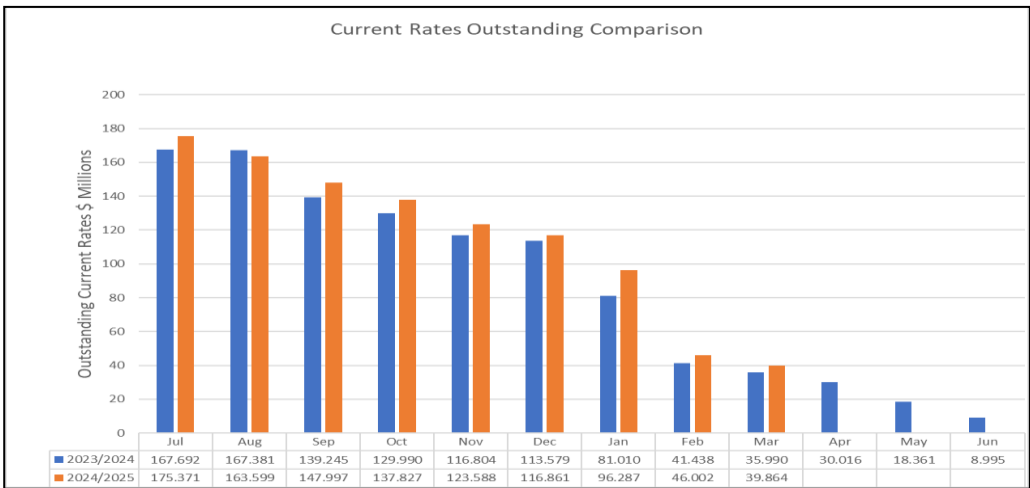
Rate Arrears

Rate arrears compared to the same period last year has increased by 13.02%



Current Rates Outstanding Comparison.

Current compared to the same period last year has increased by 7.23%



Grant Activity

The following table provides a summary of grant funding greater than \$50,000 received for Council activities during the period from 1 July 2024 to 31 March 2025, including unearned income funds.

Project Description	Actuals YTD	Funding Body
Recurrent		
Operating		
Grants Commission Funding	13,072,444	Department of jobs, skills, industry and regions
Local Roads Funding Untied	4,111,627	Department of jobs, skills, industry and regions
Sherbrooke Long Day Care Operations	1,790,191	Department of Education
MCH Coordination	1,215,702	Department of Health
Enhanced Home visiting	548,782	Department of Health
EM Major Grants	480,000	Department of jobs, skills, industry and regions
Pre school field officer	320,627	Department of Education
Direct Care Service Access	310,668	Department of Health
Supported Playgroup	191,364	Department of Families, Fairness and Housing
Corridors of Green	179,958	Melbourne Water
Smart Water Network	127,983	Melbourne Water
Best Start	102,794	Department of Education
L2P	81,283	Department of transport and planning
Performance	58,800	Creative victoria
Capital		
WSUD Catchment Solutions Program Design	100,000	Melbourne Water
Total Recurrent	22,692,222	
Non Recurrent		
Operating		
Storm Trees & Recreation	2,195,038	Department of Justice and Community Safety
Flood Roads	2,139,378	Department of Justice and Community Safety
PAC - various	877,870	Department of Industry
School Crossings Operations	783,727	Department of transport and planning
Trees	770,492	Department of Justice and Community Safety
Storm - Trees Pks Bushland Recovery	614,760	Department of Justice and Community Safety
Lilydale Heritage Railway Station	300,000	Department of transport and planning
ResourceSmart Schools Program	212,215	Sustainability victoria
Sherbrooke Long Day Care Supervision	196,521	Department of Education
School Focus Youth Service	193,315	Department of education
Roads recovery	137,697	Department of Justice and Community Safety
Storm Road & Drainage	106,449	Department of Justice and Community Safety
Storm Road & Drainage	98,386	Department of Justice and Community Safety
Kindergarten Engagement	92,913	Department of Education
Storm Trees & Recreation	85,453	Department of Justice and Community Safety
Peri Urban Weed Management Partnerships Initiative	75,000	Department of Energy Environment and Climate Action
Deer Neighbour Program	63,180	Department of Energy Environment and Climate Action
Covid Compliance Program	60,000	Department of jobs, skills, industry and regions
Capital		
R2R - various	1,813,325	Department of infrastructure and regional development
Seville Recreation Reserve Community Pavilion	1,500,000	Department of jobs, skills, industry and regions
R2R Cement Creek Rd, East Warburton Bridge	635,000	Department of transport and planning
Ngurrak barring / RidgeWalk	250,000	Department of infrastructure and regional development
LRCI P3 Powelltown Pavilion	100,000	Department of jobs, skills, industry and regions
Total Non Recurrent	13,300,718	