

Capital Expenditure Program Quarterly Report

For the period 1 July 2022 to 31 December 2022

1. Executive Summary

1.1. Financial Summary

This report covers the published 2022-23 Capital Expenditure Program (CEP) and funds carried forward from 2021-22. Throughout the financial year, occasional approved changes to the CEP Budget are made, moving funds between projects or adding funds from various funding sources. In particular, this can occur when external funding is announced during the current year.

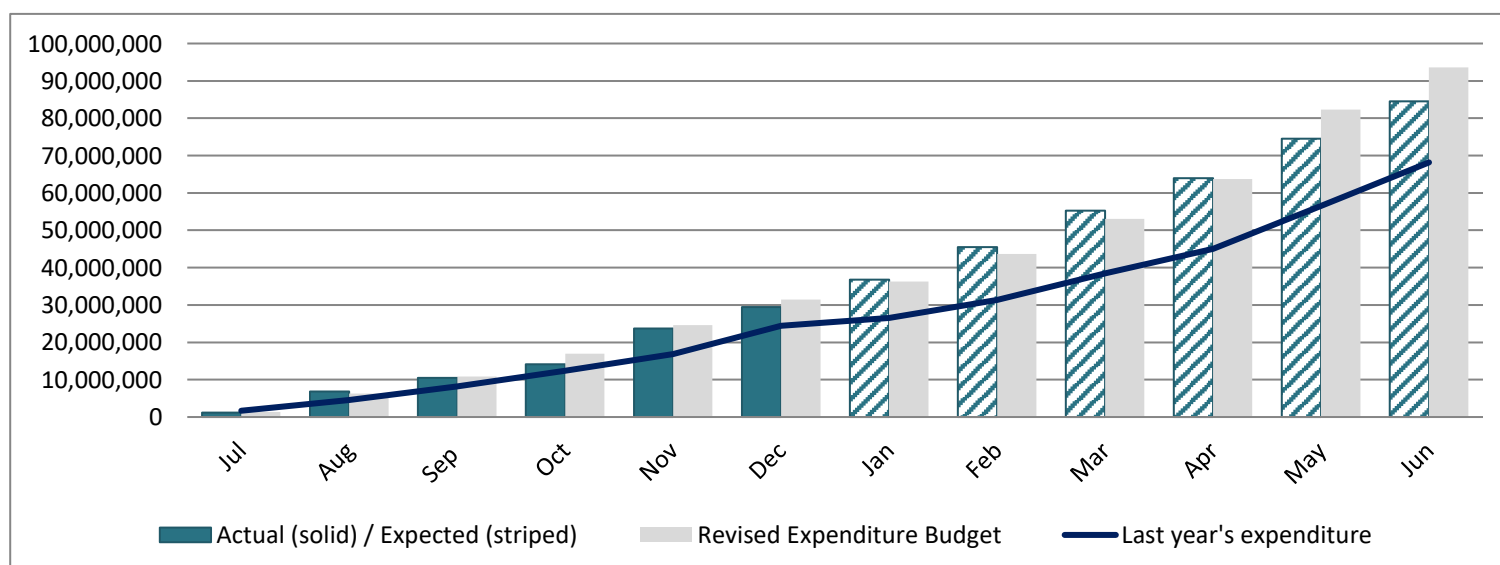
Approved 2022-23 Capital Expenditure Program (CEP) Budget		\$'000
Published Capital Budget Allocation: Council contribution		41,546
Published Capital Budget Allocation: external income		44,215
Carried forward from 2021-22 to 2022-23		3,450
Adopted Capital Expenditure Program Budget		89,211
Additional carried forward from 2021-22 to 2022-23		2,126
Capital Expenditure Program budget at 1 July 2022		91,337
Mid-year adjustments, including additional income <i>expected</i>		2,372
Capital Expenditure Program Budget (Revised Budget)		93,709
Less: Amount expected to be carried forward to 2023-24		-10,447
Plus: Expected forward spend from 2023-24 to 2022-23		525
Less: Savings expected at the end of 2022-23 financial year		-589
Plus: Increased expenditure funded with income		1,322
Expected to be spent by the end of the financial year		84,520
YTD Actual spend end December 2022		29,466
Percentage of the Revised Budget Expected to be Spent¹		90%

¹ Status:

- ✓ **90% or more** of the revised budget is expected to be spent
- ⚠ **Between 80% and 90%** of the revised budget is expected to be spent
- ✗ **Less than 80%** of the revised budget is expected to be spent

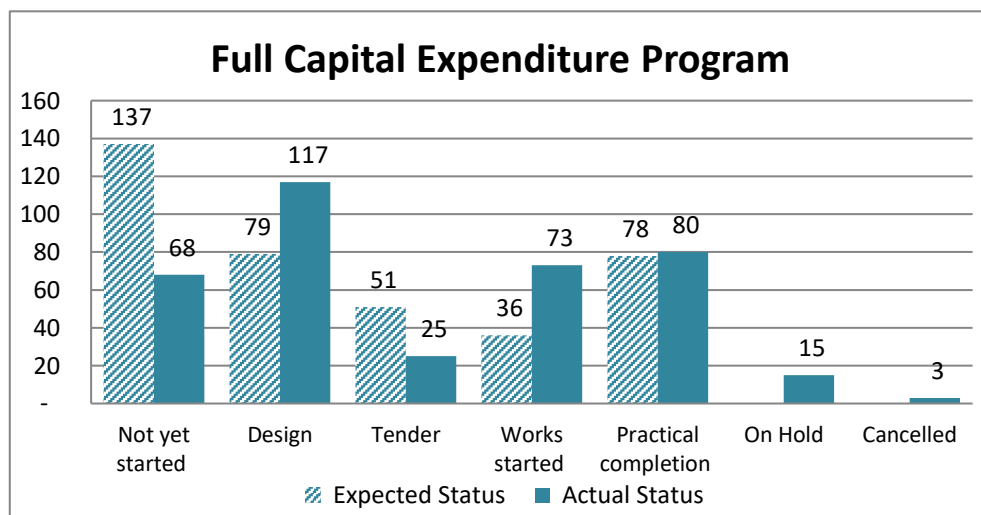
The following graphs show the *YTD Actual Spend*, *Expected Spend* and last year's expenditure. As with previous years, the expenditure is anticipated to increase as the year progresses. Further detail provided in the sections below.

Full Capital Works Program - Actual Spend and Expected Spend -vs- Last Year's Spend



1.2. Program Status Summary

The following graph shows the progression of projects through the various project phases. Commentary explaining any variations against targets is provided in the sections below.



Full program - phases	
Not yet started	68
On Hold	15
Consultation / design	117
Tendering	25
Works started	73
Practical completion	80
Cancelled	3
Total	381
Ahead of schedule	100
On schedule	208
Behind schedule	73
Total	381
On/ahead of schedule ¹	81%

¹ Status:

- ✓ 90% or more of all projects in this program have met their planned milestone dates* (planned in August 2022)
 - ⚠ Between 80% and 90% of projects in this program have met their planned milestone dates* (planned in August 2022)
 - ✗ Less than 80% of projects in this program have met their planned milestone dates* (planned in August 2022)
- * as per information given by project officers.

2. Consideration for Approval

2.1. Significant Capital Expenditure Transfers

From time to time, it is necessary to transfer all or part of a budget from one project to another. Reasons could include work program budgets being distributed to programmed projects or newly created, previously unanticipated projects being funded. All budget transfers valued \$250,000 and over require the approval of the Director, in coordination with EO - Capital Works. If the value is \$500,000 or over and is transferred from one distinct project to another they require Council approval. Any budget transfers that represent a significant change to the CEP Budget also require Council approval. Such changes may include the reassignment of budgets for cancelled projects published in the Capital Expenditure Program, the transfer of project funds carried forward from the previous year to a different project, or the transfer of funds allocated for renewal works to non-renewal projects.

1) Budget transfer approval request	Previous budget	Transfer amount	New budget
To: McMahons Creek Pedestrian Bridge	\$0	\$754,000	\$754,000

Budget brought into 2022-23 for externally State Government funded project to build a pedestrian bridge across McMahons Creek.

2) Budget transfer approval request	Previous budget	Transfer amount	New budget
From: Wickhams Rd Reserve Cricket Net Redevelopment	\$30,000	\$30,000	\$0
From: Narre Warren East Community Crickets Nets	\$30,000	\$30,000	\$0
From: WP Sports Court Rehab	\$112,000	\$44,000	\$68,000
To: Yarra Glen Netball Court and Lighting	\$0	\$104,000	\$104,000

Budget from completed Sports Reserves Rehabilitation projects and work program to fund Council contribution for State Government grant for Sports Reserves project in Yarra Glen.

3) Budget transfer approval request	Previous budget	Transfer amount	New budget
From: Menin Road, Monbulk - Footpath	\$137,000	\$43,346	\$93,654
To: Morna St and Oak St, Lilydale - RFCI	\$500,000	\$43,346	\$543,346

Footpath project on Menin Rd, Monbulk is not feasible to be constructed due to vegetation and gradient. Some budget is to be reallocated to construct a footpath as part of the RFCI project on Morna and Oak Streets, Lilydale with the balance to be used to address cost escalations within the footpaths new program.

4) Budget transfer approval request	Previous budget	Transfer amount	New budget
From: Warburton Highway, Wandin North - Footpath	\$231,225	\$231,225	\$0
To: Wandin North Township Improvements	\$0	\$231,225	\$231,225

Transfer of budget to new project, named to better reflect the scope of works being undertaken including footpaths and streetscape works.

5) Budget transfer approval request	Previous budget	Transfer amount	New budget
From: Stormwater Harvesting System, Pinks Reserve	\$151,438	\$151,438	\$0
To: Pinks Reserve Stadium Improvements	\$702,782	\$151,438	\$854,220

The Pinks Reserve Stormwater Harvesting project will be delivered alongside the pavilion extension and associated drainage works within the same tender package. The budget transfer will ensure efficient payment of invoices, which will not be separately issued for the stormwater harvesting component.

6) Budget transfer approval request	Previous budget	Transfer amount	New budget
From: 2024-25 CEP - Lilydale Tennis Facility	\$380,000	\$320,000	\$0
To: 2022-23 CEP - Lilydale Tennis Facility	\$0	\$320,000	\$320,000

Due to the recent flooding, the Lilydale Tennis Courts were severely damaged. The first four courts need to be fully replaced and the bottom four courts need an extensive clean. This will be covered through Council's insurance. Lilydale Tennis Court Renewal (which consists of surface, fencing and lighting) is currently in the 2024-25 CEP. Given the insurance works to the synthetic surface, the fencing and lighting works will also be brought forward for completion this year with the balance of funds to be returned to the Asset Renewal Reserve.

3. Action taken to address cost escalation

Cost escalation is an issue with a number of projects. Project Managers are taking action to address this, including:

- * For projects with external funding, approach the external funding body to request an increase in the grant to support cost escalation
- * Explore cost saving opportunities and identify any risks associated with this option
- * Look into reducing the scope of works to align the budget and identify any risks associated with this option
- * Options to retender the project

After taking all these steps there are still a number of projects that require additional funding. In addition, there are number of projects scheduled for delivery in 2022-23 that have been delayed. This has allowed that funding to be redirected to support cost escalation with the delayed projects rescheduled for 2023-24.

Project	Revised Budget	Identified underspend in 2022-23	Current Forecast
From: Township Improvements, Belgrave	\$170,000	\$120,000	\$50,000
Project delayed due to significant community consultation. Majority of budget moved to future years.			

Project	Revised Budget	Identified underspend in 2022-23	Current Forecast
From: Warburton Urban Design Framework	\$125,106	\$125,106	\$0
Project delayed due to significant community consultation. Budget moved to future years.			

Project	Revised Budget	Identified underspend in 2022-23	Current Forecast
From: David Hill Road, Monbulk - Footpath	\$290,000	\$155,000	\$135,000
Portion of works has been delivered as part of the Asset Renewal Reserve footpath program. Remaining works to be delivered under the Shared Use Path program.			

Project	Revised Budget	Identified underspend in 2022-23	Current Forecast
From: Blacksmiths Way, Belgrave - Streetscape Improvements	\$200,000	\$200,000	\$0
Project delayed due to significant community consultation. Budget moved to future years.			

Project	Revised Budget	Cost Escalation	Current Forecast
To: Biochar - Stage 1	\$481,481	\$300,000	\$781,481
Significant increases in tender prices have impacted this project. Increased funding will allow the project to proceed to required specifications.			

Project	Revised Budget	Cost Escalation	Current Forecast
To: Lysterfield Transfer Station Fire Service	\$409,988	\$330,000	\$739,988
The fire service is a statutory requirement of the Biochar facility. Increased costs are due to required design changes.			

4. Carry Forwards & Forward Spends

Projects that have been delayed and are impacting on anticipated expenditure will request funds to be carried forward for use in the next financial year. Early identification of *carry forward* funds ensures the optimum utilisation of cash resources.

Forward spends occur when capacity becomes available to make an early start on a future year's project.

Figures in \$'000 Figures are rounded	Carry Forward	Forward Spend	Anticipated Carry Forward to next year
	Budgets to be carried forward to 2023-24	Future year budgets to be brought forward for spending in 2022- 23	
Buildings New / Improvements	2,525	0	2,525
ICT New / Improvements	490	0	490
Roads New / Improvements	300	0	300
Bridges Rehab / Renewal	1,000	0	1,000
Bridges New / Improvements	250	0	250
Footpaths New / Improvements	179	0	179
Drainage New / Improvements	371	-24	347
Playspace Rehab / Renew	50	-46	3
Playspace New / Improvements	0	-4	-4
Sports Reserves Rehab / Renewal	0	-450	-450
Sports Reserves New / Improvements	300	0	300
Townships New / Improvements	918	0	918
Trails New / Improvements	4,039	0	4,039
Infrastructure - Asset New / Improve	25	0	25
	10,447	-525	9,922

5. Project Financial Summary

Figures in \$'000	Annual Budget	Revised Budget	Expected spend	YTD Actual spend	Anticipated carry forward to next year	Expected Saving/ (Overspend)	Status ¹
PROPERTY	23,514	25,953	23,569	13,195	2,525	131	
Land	5,796	6,440	6,444	6,444	0	(4)	
Land New / Improvements	5,796	6,440	6,444	6,444	0	(4)	✓
Buildings	17,718	19,513	17,125	6,751	2,525	135	
Buildings Rehab / Renewal	2,635	2,796	2,921	657	0	(126)	✓
Buildings New / Improvements	15,083	16,718	14,204	6,094	2,525	261	!
PLANT & EQUIPMENT	6,164	6,570	6,421	1,863	490	(340)	
Plant, Machinery & Equipment	3,550	3,956	4,297	921	0	(340)	
Plant & Equipment Renewal	3,000	2,915	2,915	663	0	0	✓
Plant & Equipment New / Improvements	550	1,041	1,382	257	0	(340)	✓
Fixtures, Fittings & Furniture	18	18	18	0	0	0	
FFF Rehab / Renewal	18	18	18	0	0	0	✓
Computers & Telecommunications	2,596	2,596	2,106	942	490	0	
ICT New / Improvements	2,596	2,596	2,106	942	490	0	!
INFRASTRUCTURE	56,083	61,185	54,530	14,408	6,907	798	
Roads	32,881	29,335	30,113	9,097	300	66	
Roads Rehab / Renewal	7,767	7,901	7,809	1,872	0	15	✓
Roads New / Improvements	1,542	3,582	3,110	1,520	300	60	!
Roads Traffic Management & Other Works	211	253	262	30	0	(9)	✓
Roads for the Community Initiative	23,361	17,599	18,932	5,675	0	0	✓
Bridges	673	2,853	1,603	485	1,250	0	
Bridges Rehab / Renewal	673	2,099	1,099	480	1,000	0	✗
Bridges New / Improvements	0	754	504	5	250	0	✓
Footpaths & Cycleways	2,353	2,928	2,444	1,057	179	305	
Footpaths Rehab / Renewal	1,604	1,604	1,295	443	0	309	!
Footpaths New / Improvements	749	1,324	1,149	613	179	(4)	!
Drainage	2,150	2,312	1,961	133	347	4	
Drainage Rehab / Renewal	250	250	250	34	0	0	✓
Drainage New / Improvements	1,900	2,062	1,711	99	347	4	!
Recreational, Leisure & Community Facilities	2,579	4,582	4,747	1,488	(151)	(20)	
Playspace Rehab / Renew	561	816	796	312	3	7	✓
Playspace New / Improvements	1,026	398	384	104	(4)	22	✓
Sports Reserves Rehab / Renewal	801	1,054	1,550	618	(450)	(47)	✓
Sports Reserves New / Improvements	191	2,314	2,016	455	300	(3)	!
Parks, Open Space & Streetscapes	9,812	13,540	8,052	1,959	4,957	444	
Open Space Rehab / Renewal	569	569	569	229	0	0	✓
Open Space New / Improvements	1,574	2,455	2,403	612	0	7	✓
Townships New / Improvements	1,115	3,205	1,821	613	918	436	✗
Trails Rehab / Renewal	417	417	417	58	0	0	✓
Trails New / Improvements	6,137	6,895	2,842	447	4,039	0	✗
Off-street Carparks	350	350	350	183	0	0	
Off-street Carparks Rehab / Renewal	350	350	350	183	0	0	✓
Other Infrastructure	5,285	5,285	5,260	7	25	0	
Infrastructure - Project Management	5,135	5,135	5,135	0	0	0	✓
Infrastructure - Asset New / Improve Reserve	150	150	125	7	25	0	!
Projects total:	85,761	93,709	84,520	29,466	9,922	589	

¹ Status:

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- ! Between 80% and 90% of the revised budget is expected to be spent
- ✗ Less than 80% of the revised budget is expected to be spent

6. Detailed Commentary

Details of current year and multi year projects comprising the Capital Expenditure Program are listed below. Details of Major Projects can be found on the Major Projects Monthly Report and are not replicated here.

	Revised Budget \$'000	Expected spend \$'000	YTD Actual spend \$'000	Status
PROPERTY	25,953	23,569	13,195	

Land New / Improvements 6,440 6,444 6,444 ✓ 100%
The purchase of 150 Cambridge Road, Kilsyth was finalised in November 2022 with balance of funds paid.

Buildings Rehab / Renewal 2,796 2,921 657 ✓ 104%

Completion for Olinda pool kiosk and Yarra Glen Memorial Hall external works. Projects at Yarra Glen Bowls Club; Narre Warren East Pavilion, Wellington Cottage, Monbulk and St Martins Church Hall, Belgrave Heights are scheduled for construction in early 2023. Quotations are expected in early 2023 for Belgrave South Netball Club and Menzies Creek Hall. Planning is underway, with architects engaged, for Lilydale Tennis and Warburton Bowls Clubs. Refurbishment of The Yarra Centre fitness room and entry way is completed. Works underway at Kilsyth Centenary Pool for changeroom refurbishment, installation of a skylight and kitchen upgrades, to be completed in January 2023. Work to be finalised in early 2023 to compile asset priority list for aquatic facilities. Works on solar systems completed at The Yarra Centre and Monbulk Aquatic Centre. Report on full safety audits for all centres expected early 2023. Foyer redevelopment works are expected to commence in early 2023 at the Yarra Ranges Regional Museum.

Buildings New / Improvements 16,718 14,204 6,094 ! 85%

Electric vehicle charger installation in Yarra Glen is complete. Lilydale Sailing Club building construction is expected to commence in January 2023, following completion of the path works. Staging improvements have been finalised for The Memo, Healesville. The Climate Resilient Building program is underway. Current works include hot water upgrades at The Yarra Centre and Yarra Glen Memorial Hall. Works are expected in early 2023 to install LED lighting at The Memo, Healesville.

PLANT	6,570	6,421	1,863	
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Plant & Equipment Renewal 2,915 2,915 663 ✓ 100%
Delivery completed in December 2022 for a range of small plant equipment, a ute and two hybrid trucks which have been on order for 18 months.

Plant & Equipment New / Improvements 1,041 1,382 257 ✓ 133%

The Biochar facility shelter construction is 95 per cent complete with the plant equipment installation at 80 per cent complete. Stage 2 civil works are 80 per cent complete, with the plant equipment being constructed off site and options for electrical power upgrade being explored. Planning continues for installation of four electric vehicle chargers at YRC facilities to support Council's target for a zero emissions fleet.

FFF Rehab / Renewal 18 18 0 ✓ 100%

Program planning underway, with commencement expected early in 2023.

ICT New / Improvements 2,596 2,106 942 ! 81%

Ongoing replacement and updates to information technology continue for the organisation with purchases this quarter of laptops, tablets and screens. Phase 2 of the YRConnect implementation was delayed following the roll out of the Human Resource and Payroll module, impacting forecasted spend for this financial year. Phase 2 of the project consists of Property and Rating (P&R), Corporate Performance Management (CPM), Strategic Asset Management (SAM) and enhancements to Enterprise Asset Management (EAM) and Enterprise Budgeting (EB) to introduce Project Lifecycle Management (PLM). Phase 2 of the project is expected to complete by June 2024.

	Revised Budget \$'000	Expected spend \$'000	YTD Actual spend \$'000	Status
INFRASTRUCTURE	60,431	54,026	14,403	
Roads Rehab / Renewal	7,901	7,809	1,872 ✓	99%
<p>Road resurfacing is complete for Dean Crescent, Launching Place; Williams Road, Don Valley; Old Belgrave Road, Upwey and Crowley Road, Healesville. Preparation works are complete and awaiting final spray seal in March 2023 for Old Gippsland Road, Lilydale; Belgrave-Ferny Creek Road, Ferny Creek; Lusatia Park Road, Woori Yallock; Killara Road, Gruyere; Badger Avenue, Badger Creek; Coldstream West Road and Ruddock Lane, Coldstream and Dalry Rd, Launching Place. Road resurfacing projects underway in Upwey on Kookaburra Dell; Pioneer Avenue; Argyle Avenue; Photinia Court, Melaleuca Drive and Brookside Street. Works in Warburton for Kent Street; Surrey Road; York Street; Lincoln Road and Derby Street were scheduled for completion in November 2022 but have been delayed until February 2023 due to wet weather and contractor availability. Road resurfacing scheduled in early 2023 for Chirnside Park, Healesville, Kilsyth, Monbulk, Mooroolbark, Mt Evelyn and The Patch. Asphalt wearing course and final line marking expected to be completed in early 2023 for Wandin East Road, Wandin North. Preliminary kerb and drainage works completed for Beresford Road, Lilydale with road pavement construction to commence in January 2023.</p>				
Roads New / Improvements	3,582	3,110	1,520 ⚠	87%
<p>Works completed for MacIntyre Lane, Yering - Yarra Valley Trail Crossing and in Healesville for Lilydale Road and Smith Street. Retendering documentation is being prepared in January 2023 for Kallista-Emerald Road, Kallista (Blackspot) and Macclesfield Road, Yellingbo. Road improvement design works have been completed for Priors Road, The Patch; Marna Street, Maroondah Highway and Healesville-Yarra Glen Road, Healesville; Station Street, Coldstream; Gruyere Road, Gruyere; Edward Road and Paynes Road, Chirnside Park and Belvedere Dr, Montrose.</p>				
Roads Traffic Management & Other Works	253	262	30 ✓	104%
<p>Design finalised for a raised pedestrian crossing at Charles Street, Mooroolbark with construction expected in March 2023. Works planned to replace existing angled slow point with raised pavement in Forest Park Road, Upwey; to construct splitter islands on north and south ends of Bathurst Street, Mooroolbark; to install raised intersections/pavements on Grandvalley Drive and Allambi Road, Chirnside Park and to construct speed humps on Fortune Avenue, Mt Evelyn between Old Gippsland Road and Hereford Road.</p>				
Roads for the Community Initiative	17,599	18,932	5,675 ✓	108%
<p>Works completed for Allenby and Williams Roads, Black Street group; in Lilydale on Hyne, Morna and Oak Streets and Mont Vue; Anderson Street, Tecoma; Walker Road, Seville; Adrienne Court group, Millgrove; Witnish and Victoria Streets, Yarra Junction; Estate Road, Don Valley and Boronia Road group, Warburton. Construction underway for Heath Road group, Belgrave Heights; Roma Avenue group, Badger Creek; Menzies Road, Menzies Creek; Miller and Montpellier Streets, Healesville; and in Seville for Haag Road group, Victoria Road group and School Road and Valley Road. Tenders underway for Bell Street group, Seville; Shevlins Lane, Woori Yallock; Mt Morton Road and Hood Street, Belgrave Heights; Bretby Way, Montrose; in Healesville for Marna Street, Campbell Road group and Benton Road. Commencement of construction will be delayed for some projects as contractors have been assisting in post storm/flood related maintenance works. Design and consultation underway for future projects in Belgrave, Belgrave South, Chum Creek, Don Valley, Healesville, Kallista, Kalorama, Millgrove, Monbulk, Mt Dandenong, Mt Evelyn, Olinda, Sassafras, Selby, Seville, Silvan, The Patch, Upper Ferntree Gully, Upwey, Wandin North, Warburton, Wesburn, Woori Yallock and Yarra Junction.</p>				
Bridges Rehab / Renewal	2,099	1,099	480 ✗	52%
<p>Renewal works for Cement Creek Road Bridge, Warburton have been significantly impacted by the closure of Warburton Highway following extreme wet weather. There is currently no access to the site until remedial works to the road are complete. Bridge renewal works completed for Brisbane Bridge, Warburton; Long Bridge, Woori Yallock and Brushy Creek bridge, Mooroolbark.</p>				
Bridges New / Improvements	754	504	5 ✓	100%
<p>Design for McMahon Creek pedestrian bridge is complete, with ongoing consultation continuing with Department of Transport and Melbourne Water.</p>				

	Revised Budget \$'000	Expected spend \$'000	YTD Actual spend \$'000	Status
INFRASTRUCTURE - continued				
Footpaths Rehab / Renewal	1,604	1,295	443 ⚠	81%
Works are completed for Cherylnne Crescent, Kilsyth. A change to scope has delayed commencement of works for Main Street, Upwey and contractor availability has delayed Fairy Dell Road, Tecoma. Both have been rescheduled for February 2023, along with works planned for Mt Morton Road, Belgrave South.				
Footpaths New / Improvements	1,324	1,149	613 ⚠	87%
Construction complete for Nelson Road, Lilydale, shared use path. Awaiting finalisation of Telstra pit adjustments for completion of projects in Kilsyth on Beech Street and Jacaranda Avenue. Works are scheduled in early 2023 for Sugarloaf Drive, Chirnside Park and Fernhill Road, Mt Evelyn. Draft town centre masterplan has been completed, incorporating footpath works for Warburton Highway, Wandin North, with community consultation completed and currently under review.				
Drainage Rehab / Renewal	250	250	34 ✓	100%
Design completed for Hoddle Street, Yarra Junction; Riverside Drive, Warburton and Kalorama Park. Easement works completed for Don Road, Badger Creek.				
Drainage New / Improvements	2,062	1,711	99 ✓	98%
Tenders awarded and works set to commence in January 2023 for Camms Road, Monbulk and in February 2023 for Monbulk Stormwater Harvesting System. Tender currently being advertised for Commercial Road, Mt Evelyn - Stage 1. Consultation/design underway for Waratah Avenue, Belgrave; Fernhill Road and Commercial Road - Stage 2, Mt Evelyn; Cambridge Street, Belgrave South; Childs Road, Kalorama; Cobden Crescent, Lilydale; George Road and Lalor Road, Healesville and Schoolhouse Road, Yarra Junction. Indigenous artifacts were uncovered during the Cultural Heritage Management Plan for Maroondah Parade, Healesville, requiring further investigation currently scheduled for July 2023.				
Playspace Rehab / Renew	816	796	312 ✓	98%
Forward spend has been listed for feasibility works to be undertaken in a cost saving package for a number of Playspace rehabilitation projects that have budget in future years including: Bimbadeen Reserve, Mooroolbark; Kemp Reserve, Mt Evelyn, Mt Evelyn Recreation Reserve; Queen Road, Lilydale; Bluegum Playground Reserve, Badger Creek and McKenzie King Adventure Playground, Millgrove.				
Playspace New / Improvements	398	384	104 ✓	96%
Design works have commenced at Morrison Recreation Reserve for the Growing Suburbs Funded District Playspace project, with construction scheduled for 2023/24.				
Sports Reserves Rehab / Renewal	1,054	1,550	618 ✓	147%
Final works complete and certification by World Bowls and Bowls Victoria awarded for Yarra Glen Bowls Club. Application of acrylic layer to playing surface at Woori Yallock Netball Club expected to be completed in early 2023. Project tender is being advertised with works expected to commence in early 2023 for Upwey Tennis Club. Future budget has been aligned with current year insurance works expected to commence in early 2023 at Lilydale Tennis Club to renew courts severely affected by rain and flood events. Request for quotation currently out for fencing and lighting, with synthetic surface works to be completed under insurance. Sports court rehabilitation works completed on cricket pitches at Mooroolbark Heights Reserve; line marking for Woori Yallock Netball Club and lighting works at Belgrave Heights Tennis Club, Mooroolbark Heights Reserve, Millgrove Recreation Reserve, Olinda Recreation Reserve and Mt Evelyn Recreation Reserve.				
Sports Reserves New / Improvements	2,314	2,016	455 ⚠	87%
Two Capital Development Grants projects are complete: upgrades to arena for Upper Yarra Adult Riding Club and cricket nets for Hoddles Creek Cricket Club. All other projects are underway: Lilydale BMX Club path upgrade; Ferny Creek Tennis Club bathroom improvement; Olinda Recreation Reserve goal post upgrade; Melbourne Radio Control Circuit Racers rostrum extension; Monbulk Recreation Reserve netball court and cricket net works; Lilydale Junior Football Club coaches boxes; Macclesfield Adult Riding Club arena upgrade; Healesville Bowling Club heritage club house restoration and bathroom updates for Lilydale Montrose United Football Club. Tender awarded and works expected to commence in February 2023 for Yarra Glen Netball Court upgrade. Belgrave Netball Club storage and shelter construction is underway, projected to be completed in late March 2023. Elizabeth Bridge Reserve car park, lighting, path lighting, seats, water fountains, sports infrastructure and exercise equipment installations are complete. Additional paths and nature play construction is expected to be completed in early 2023.				

	Revised Budget \$'000	Expected spend \$'000	YTD Actual spend \$'000	Status
INFRASTRUCTURE - continued				
Open Space Rehab / Renewal	569	569	229 ✓	100%
Works completed to renew 40 lineal metres of fencing on the Olinda Creek Trail near the scar tree. Works scheduled to renew culverts at Birdsland Reserve and on the Warburton Rail Trail in early 2023. Three new applications for Council property fencing were received in Lilydale and Kilsyth and one application was completed in Mooroolbark this month. One picnic setting was renewed at Elizabeth Bridge Reserve in December 2022. All other furniture orders have been received and installation is scheduled for January 2023.				
Open Space New / Improvements	2,455	2,403	612 ✓	98%
Yering and Coldstream Station pump track is complete and open to the public. Public toilet construction works delayed due to material supply shortage, now expected in February 2023. Completion of water tank painting as part of the Indigenous Heritage Visibility project has been delayed due to poor weather at Spadonis Reserve in Yering and Kalorama Recreation Reserve but is expected in early 2023. Fabrication underway for Green Spine lighting, Chirside Park, with installation expected in January 2023. Tender awarded and design expected to be completed in early 2023 for Wesburn Pump Track. Construction is scheduled to commence late February 2023 with completion expected by end June 2023.				
Townships New / Improvements	3,205	1,821	613 ✗	57%
Community consultation has commenced for the Urban Design Frameworks for Monbulk and Warburton. Streetscape works for Castella Street, Lilydale are complete, just awaiting line marking. Tender awarded for Lions Park Rejuvenation with works scheduled to commence in February 2023. Outdoor dining construction as part of the CovidSafe Outdoor Activation Fund is complete, awaiting final invoicing. Works have commenced on Beresford Road, Lilydale Trail Crossing Stage 2. Lilydale Cycle Centre Nodes project set to recommence with resourcing in early 2023, with retendering process under investigation. Agreement is being finalised with Metro Trains to enable Mooroolbark Artwork LXP project to proceed in early 2023, whilst the Lilydale Artwork LXP project has stalled with plans to revisit the brief. The design for carpark activation on Station Street, Mooroolbark is being developed following community consultation, with construction expected to commence in early 2023.				
Trails Rehab / Renewal	417	417	58 ✓	100%
Works scheduled to connect Warburton Rail Trail to Heritage Drive, Lilydale in early 2023. 60 metres of asphalt trail renewed at Apex Park, Belgrave and works are scheduled to start in February 2023 to renew sections of the Warburton Rail Trail.				
Trails New / Improvements	6,895	2,842	447 ✗	41%
Contractors are onsite and installation of pedestrian bridge for Station Street, Coldstream trail is underway and expected to be completed by January 2023. Designs and costs are being finalised with construction scheduled to commence mid 2023 for Mountain Bike Destination, Warburton. Construction of River Road, Millgrove Community Walking Track has been delayed due to flooding and landslips. Preliminary and prefabricated works have commenced with completion now expected March 2023. Detailed design is underway for the Northern Loop of Yarra Valley Trail. Project reference group and community stakeholders have been updated on the current progress of the project. Community engagement and lighting design is underway for Brushy Creek trail, Mooroolbark. Resolution of VCAT for Yarra Valley Trail is close with follow up conference scheduled for early January 2023 and decision pending in February 2023. Tender and works likely to commence in 2023-24.				
Off-street Carparks Rehab / Renewal	350	350	183 ✓	100%
Projects completed at Steels Creek Community Hall; Central Park Belgrave Heights and Belgrave Lake Park cottage (Pre School). Works underway for Bellbird Park, Lilydale.				
Infrastructure - Project Management	5,135	5,135	0 ✓	100%
Recognition of salary component of asset delivery to be completed May 2023.				
Infrastructure - Asset New / Improve Reserve	150	125	7 !	83%
Advanced design works completed for Morrisons Recreation Reserve Pavilion, Yarra Glen Pavilion and Mt Dandenong Pre School. Electrical investigative works completed for Mooroolbark Heights Pavilion.				

7. Glossary

Annual Budget: The annual published budget of capital projects for delivery each year. It complies with the State Government reporting guidelines and so, excludes the non-capital components of projects. The carry forward amounts captured are estimates only as they were formed at the time the budget was set, not the end of the financial year.

Approved Changes: Throughout the year, formally approved changes to the Capital Works Program budget can include budget transfers from one project to another, funds from a future year's Capital Works Program brought forward for expenditure this year, or additional external funds identified for inclusion in the budget.

Capital Expenditure Program (CEP): Allocated funding for renewal, improvement or new project works.

Capital Expenditure Program (CEP) Budget: This comprises of the Capital Expenditure Program adopted by Council, any funds carried forward from the previous financial year, and any approved changes made to the Budget during the financial year.

Carry Forward: A component of the CEP Budget brought to the next financial year. This becomes part of the next financial year's CEP Budget.

Expected Saving/(Overspend): The expected final financial position of a project, which equals Budget less Forecast less Carry Forward.

Expenditure Target: Set before the start of the financial year, this represents the agreed upon Capital Works expenditure for the year. The target equals the CEP Budget less funds held over for works during future years.

Forward Spending: This is when capacity becomes available to make an early start on a future year's project. Early spending requires the Capital Works Management Steering Committee approval.

Income Recognition: Income will be recognised in line with project expenditure. Income cannot be carried forward to a future year, it will remain on the balance sheet until project expenditure occurs. For this reason, a project that has external funding which is not delivered in a current year may not show as having carry forward even though the project is delayed to a future year.

Milestone Dates: Set prior to the start of the financial year, these represent the start of key phases during the life of a project. (Also see Phases.)

Phases: Throughout the life of a project, there may be various phases, as explained below.

Consultation/Design: formal investigation, design or consultation is underway

Tender Phase: tender/quote is currently being sought or evaluated

Works/Construction Started: work has begun on site

Practical Completion: all works except minor defects or final seals are complete and the deliverable is ready for use

Finalisation: the project is complete, all monies owing have been paid and the defect liability period has passed

Program Status Overview: Successful delivery of a project to schedule involves meeting *milestone dates* set prior to the commencement of the financial year. Project *milestone dates* represent the start of four project *phases*: *consultation/design*; *tender phase*; *works started*; and *practical completion*. Project complexity is taken into consideration when establishing *milestone dates*. A project which falls behind in an earlier milestone may still meet a later *milestone date* and then be on schedule again.

Revised Budget: The Revised Budget is the current total expenditure budget for works to be completed in the current financial year. It includes the adopted budget, final carry forward from the previous financial year, external grants made within the year and any budget adjustments or transfers approved within the financial year.

YTD Actual Spend: The amount of funds expended year to date.