

Enabling Priorities

**2022-2023
Business Plan and Budget:**

**Draft for Consultation: Summary
of Changes**

Changes to Draft for Consultation

Council meeting 10 May 2022 approved the following changes to the Draft 2022/23 Business Plan and Budget for consultation:

- Increase Asset Sustainability Ratio from 70% to 90%
- Added \$300K of operating expense for Undergrounding Power lines in residential streets

Proposed alternate recommendation for Audit and Risk Committee consideration at the meeting on 12 May 2022:

THAT THE AUDIT AND RISK COMMITTEE

1. Notes the following documents were presented to Council at its meeting on 10 May 2022 for approval for consultation
 - 1.1 Draft 2022/23 Business Plan & Budget – Attachment A to Item 6.2 on the Agenda for the meeting of the Audit and Risk Committee held on 12 May 2022.
 - 1.2 Draft 2022/23 Long Term Financial Plan – Attachment B to Item 6.2 on the Agenda for the meeting of the Audit and Risk Committee held on 12 May 2022.
 - 1.3 Draft 2022/23 AEDA Business Plan & Budget – Attachment C to Item 6.2 on the Agenda for the meeting of the Audit and Risk Committee held on 12 May 2022.
 - 1.4 Draft 2022/23 ACMA Business Plan & Budget – Attachment D to Item 6.2 on the Agenda for the meeting of the Audit and Risk Committee held on 12 May 2022.
 - 1.5 Draft 2022/23 Kadaltilla / Park Lands Authority Business Plan & Budget – Attachment E to Item 6.2 on the Agenda for the meeting of the Audit and Risk Committee held on 12 May 2022.
2. Notes that at its meeting on 10 May 2022, Council approved amendments to the Draft 2022/23 Business Plan and Budget and Draft 2022/23 Long Term Financial Plan to increase the Asset Sustainability Ratio from 70% to 90% and added \$300,000 to the expenses for undergrounding power lines. This has resulted in a revised result of \$214K deficit and \$42.2m in borrowings which is still within Council's financial sustainability ratios. These documents have been updated to affect the Council decision.
3. Provides the following feedback to be included in the consultation summary to Council at its meeting on 14 June 2022.

Changes to Draft for Consultation

Draft LTFP 70% AMP											
\$'000s	2021-22 Budget Review 3	2022-23 Draft Budget	2023-24 Plan	2024-25 Plan	2025-26 Plan	2026-27 Plan	2027-28 Plan	2028-29 Plan	2029-30 Plan	2030-31 Plan	2031-32 Plan
Operating Surplus / (Deficit)	(4,363)	86	2,246	4,664	11,083	15,939	22,017	27,934	33,760	38,690	41,865
Borrowings	24,208	32,936	46,810	16,861	-	-	-	-	-	-	-
Surplus Cash flow from Operations	15,937	16,995	1,992	12,071	18,737	22,702	25,618	(4,513)	30,825	(10,656)	41,297

Draft LTFP 90% AMP & Undergrounding											
\$'000s	2021-22 Budget Review 3	2022-23 Draft Budget	2023-24 Plan	2024-25 Plan	2025-26 Plan	2026-27 Plan	2027-28 Plan	2028-29 Plan	2029-30 Plan	2030-31 Plan	2031-32 Plan
Operating Surplus / (Deficit)	(4,363)	(214)	2,246	4,664	11,083	15,939	22,017	27,934	33,760	38,690	41,865
Borrowings	24,208	42,196	56,070	26,121	3,157	-	-	-	-	-	-
Surplus Cash flow from Operations	15,937	8,347	1,992	12,071	18,737	22,702	25,618	(4,513)	30,825	(10,656)	41,297

Movement											
\$'000s	2021-22 Budget Review 3	2022-23 Draft Budget	2023-24 Plan	2024-25 Plan	2025-26 Plan	2026-27 Plan	2027-28 Plan	2028-29 Plan	2029-30 Plan	2030-31 Plan	2031-32 Plan
Operating Surplus / (Deficit)	-	(300)	-	-	-	-	-	-	-	-	-
Borrowings	-	9,260	9,260	9,260	3,157	-	-	-	-	-	-
Surplus Cash flow from Operations	-	(8,648)	(0)	(0)	(0)	0	(0)	0	0	(0)	0