



# BUSINESS PAPER

Policy and General  
Committee Meeting

Council Chambers  
21 February 2024

5.30pm

**BROKEN HILL**  
CITY COUNCIL

AUSTRALIA'S FIRST  
HERITAGE LISTED CITY

## MEMBERS OF THE POLICY & GENERAL COMMITTEE:

Mayor Kennedy, Deputy Mayor Hickey, Councillor Algate (Chairperson), Councillor Boland, Councillor Browne and Councillor Jewitt

Notice is hereby given, in accordance with the provisions of the *Local Government Act 1993*, that the Policy and General Standing Committee of the Broken Hill City Council will be held in the Council Chambers on **Wednesday, 21 February 2024** commencing at **5:30pm** to consider the following business:

AGENDA	
1	Opening the Meeting
2	Apologies
3	Leave of Absence Applications
4	Prayer
5	Acknowledgement of Country
6	Acknowledgement of Broken Hill's Mining History
7	Minutes for Confirmation
8	Disclosure of Interest
9	Reports
10	Confidential Matters
11	Conclusion of the Meeting

### STATEMENT OF ETHICAL OBLIGATIONS

All Councillors undertook an Oath or Affirmation at the beginning of their term of office and declared to undertake the duties of the office of Councillor in the best interests of the people of the Broken Hill Local Government Area and the City of Broken Hill; and that they will faithfully and impartially carry out the functions, powers, authorities and discretions vested in them under the *Local Government Act 1993* or any other Act to the best of their ability and judgment.

### LIVE STREAMING OF COUNCIL MEETINGS

This Council meeting is being streamed live, recorded, and broadcast online via Facebook. To those present in the gallery today, by attending or participating in this public meeting you are consenting to your image, voice and comments being recorded and published. The Mayor and/or General Manager have the authority to pause or terminate the stream if comments or debate are considered defamatory or otherwise inappropriate for publishing. Attendees are advised that they may be subject to legal action if they engage in unlawful behaviour or commentary.

**JAY NANKIVELL**  
**GENERAL MANAGER**

# MINUTES FOR CONFIRMATION

Minutes of the Policy And General Committee of the City of Broken Hill held Wednesday, December 13, 2023.



**MINUTES OF THE POLICY AND GENERAL COMMITTEE MEETING HELD  
WEDNESDAY, DECEMBER 13, 2023 (5:30 PM)**

**PRESENT:**

Councillor T. Kennedy (Mayor) Councillor J. Hickey (Deputy Mayor),  
Councillors B. Algate (Chairperson) and M. Browne.

Councillor A. Chandler.

General Manager, Director Corporate and Community, Director Finance and  
Commercial, Manager Communications and Marketing, Executive Officer  
and Executive Assistants.

Media (nil), Members of the Public (nil)

**APOLOGIES:**

Councillor H. Jewitt.

Procedural Motion

Moved Deputy Mayor Jim Hickey, Seconded Mayor Tom Kennedy

That the apology submitted on behalf of Councillor Jewitt be accepted.

CARRIED UNANIMOUSLY

**LEAVE OF ABSENCE**

**APPLICATIONS:** Nil.

**PRAYER**

Mayor Kennedy delivered the Prayer.

**ACKNOWLEDGEMENT OF COUNTRY**

Councillor Boland delivered the Acknowledgement of Country.

**ACKNOWLEDGEMENT OF BROKEN HILL'S MINING HISTORY**

Deputy Mayor Hickey delivered the Acknowledgement of Broken Hill's Mining History.

**MINUTES FOR CONFIRMATION**

Recommendation

Moved Deputy Mayor Jim Hickey, Seconded Councillor Michael Boland

That the Minutes of the Policy And General Committee meeting held Wednesday  
November 22, 2023 be confirmed.

CARRIED UNANIMOUSLY

**DISCLOSURE OF INTEREST**

Nil.

**REPORTS**

1. BROKEN HILL CITY COUNCIL REPORT NO. 233/23 - DATED NOVEMBER 13, 2023 - CODE OF CONDUCT COMPLAINT STATISTICS ANNUAL REPORT 2022/23 D23/61566

**Recommendation****Moved Mayor Tom Kennedy, Seconded Deputy Mayor Jim Hickey**

1. That Broken Hill City Council Report No. 233/23 dated November 13, 2023, be received.
2. That the Code of Conduct Complaints Statistics Annual Report for the Broken Hill City Council for the period of 1 September 2022 – 31 August 2023 be forwarded to the Office of Local Government.

**CARRIE UNANIMOUSLY**

2. BROKEN HILL CITY COUNCIL REPORT NO. 234/23 - DATED NOVEMBER 02, 2023 - ADOPTION OF DRAFT MANDATORY NOTIFICATION OF DATA BREACH POLICY D23/60057

**Recommendation****Moved Councillor Michael Boland, Seconded Deputy Mayor Jim Hickey**

1. That Broken Hill City Council Report No. 234/23 dated November 2, 2023, be received.
2. That Council notes that the draft Mandatory Notification of Data Breach Policy was placed on public exhibition for a period of 28 days during which time Council received nil submissions from the public.
3. That Council adopts the draft Mandatory Notification of Data Breach Policy as a Policy of Council.

**CARRIED UNANIMOUSLY**

3. BROKEN HILL CITY COUNCIL REPORT NO. 235/23 - DATED NOVEMBER 30, 2023 - ADOPTION OF REVIEWED CREDIT CARD POLICY D23/65120

**Recommendation****Moved Deputy Mayor Jim Hickey, Seconded Councillor Michael Boland**

1. That Broken Hill City Council Report No. 235/23 dated November 30, 2023, be received.
2. That Council adopts the reviewed Corporate Credit Card Policy as a policy of Council.
3. That the Corporate Credit Card Policy adopted April 2021 becomes obsolete.

**CARRIED UNANIMOUSLY**

4. BROKEN HILL CITY COUNCIL REPORT NO. 236/23 - DATED NOVEMBER 30, 2023 - NOMINATION FOR THE APPOINTMENT OF COMMUNITY REPRESENTATIVES TO SECTION 355 FRIENDS OF THE FLORA AND FAUNA OF THE BARRIER RANGES COMMUNITY COMMITTEE D23/64290

**Recommendation**

**Moved Councillor Marion Browne, Seconded Deputy Mayor Jim Hickey**

1. That Broken Hill City Council Report No. 236/23 dated November 30, 2023, be received.
2. That Council appoint Mr Richard Ball as a community representative on the Friends of the Flora and Fauna of the Barrier Ranges Community Committee.
3. That Mr Richard Ball be advised of his appointment and advice also be sent to the Secretary of the Committee.

**CARRIED UNANIMOUSLY**

5. BROKEN HILL CITY COUNCIL REPORT NO. 237/23 - DATED NOVEMBER 30, 2023 - MINUTES OF THE S355 YOUTH ADVISORY COMMITTEE MEETING HELD 24 OCTOBER 2023 D23/65183

**Recommendation**

**Moved Mayor Tom Kennedy, Seconded Councillor Michael Boland**

1. That Broken Hill City Council Report No. 237/23 dated November 30, 2023, be received.
2. That the minutes of the S355 Youth Advisory Committee meeting held on 24 October 2023 be received.

**CARRIED UNANIMOUSLY**

**CONFIDENTIAL MATTERS**

Nil

**CONCLUSION OF THE MEETING**

There being no further business to consider, the Committee meeting was declared closed at 5:38pm.

The foregoing minutes were read and confirmed at the Policy and General Committee meeting held on 21 February 2024.

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Chairperson

REPORTS

1. BROKEN HILL CITY COUNCIL REPORT NO. 20/24 - DATED FEBRUARY 06, 2024 - COUNCILLOR ATTENDANCE AT THE 2024 NATIONAL GENERAL ASSEMBLY OF LOCAL GOVERNMENT TO BE HELD IN CANBERRA ON 2 - 4 JULY 2024 (D24/5821)..... 9

2. BROKEN HILL CITY COUNCIL REPORT NO. 18/24 - DATED FEBRUARY 02, 2024 - QUARTERLY BUDGET REVIEW STATEMENT FOR THE PERIOD ENDED 31 DECEMBER 2023 (D24/5476) ..... 12

3. BROKEN HILL CITY COUNCIL REPORT NO. 19/24 - DATED FEBRUARY 09, 2024 - INVESTMENT REPORT FOR JANUARY 2024 (D24/7402) ..... 35



## POLICY AND GENERAL COMMITTEE

February 6, 2024

**ITEM 1****BROKEN HILL CITY COUNCIL REPORT NO. 20/24**

**SUBJECT:** **COUNCILLOR ATTENDANCE AT THE 2024 NATIONAL GENERAL ASSEMBLY OF LOCAL GOVERNMENT TO BE HELD IN CANBERRA ON 2 - 4 JULY 2024** **D24/5821**

**Recommendation**

1. That Broken Hill City Council Report No. 20/24 dated February 6, 2024, be received.
2. That Councillors Gallagher and Boland represent Council at the 2024 National General Assembly of Local Government in Canberra, 2 - 4 July 2024 and the 2024 Australian Council of Local Government (ACLG) following the Assembly on 5 July 2024 (along with the Mayor, Deputy Mayor, Councillors Algate, Browne, Chandler and the General Manager as previously resolved (Minute No. 47445)).

**Executive Summary:**

Council at its meeting held 31 January considered a report regarding the attendance of Councillors at the 2024 National General Assembly and the 2024 Australian Council of Local Government (ACLG). Council resolved (Minute No. 47445) that the Mayor, Deputy Mayor, Councillors Algate, Browne, Chandler and the General Manager would represent Council at both conferences and that any other Councillors advise the General Manager's Office of their interest in attending.

An email dated 1<sup>st</sup> February 2024 was forwarded to Councillors by Council's Executive Officer seeking any further interest from Councillors to attend the Conferences. Councillor Gallagher nominated himself and Councillor Boland to also attend the conferences.

This report is being presented to Council to approve the additional attendance of Councillors Gallagher and Boland at the 2024 National General Assembly and the 2024 Australian Council of Local Government (ACLG).

**Report:**

The National General Assembly (NGA) brings together hundreds of delegates from Councils across Australia to debate issues of national significance to local government. It provides an opportunity for local Councils to develop and express a united voice on core issues affecting their communities with access to influential decision-makers of the federal government, at both the political and departmental levels.

The 2024 Australian Council of Local Government meeting will be held the day following the National General Assembly, on 5 July 2024, of which Council delegates usually attend.

As per previous experience, Council has pre-booked accommodation in Canberra for four persons, and it is recommended that Council confirm representation to the National General Assembly of Local Government in order that the accommodation can be finalised.

As per clause 4.11 of Council's adopted Councillor Support Policy, all Councillor travel must be by Council resolution:

**“4.11 - Authorisation**

*(a) All Councillors' travel must be authorised by resolution of Council, except in cases of urgency or where it relates to attendance at external committee meetings to which the Councillor has been appointed by Council. In situations of urgency, the Mayor may authorise travel which must then be endorsed at the next Council Meeting.”*

This report is presented to Council to facilitate compliance with the Councillor Support Policy for Council Delegates to undertake travel.

Attendance at the Assembly is an opportunity for our elected members to meet Federal Government Ministers and Shadow Ministers to discuss various matters of concern to the City. This face to face interaction is invaluable as a follow up to Council's letters/submissions to Ministers regarding current matters of high importance to the City and advocating Council's position on these matters.

The Conference Program has not yet been released for the 2024 National General Assembly. This will be circulated to Councillors once released.

As per previous experience, accommodation in Canberra needs to be booked early to secure rooms close to the venue as Canberra accommodation is usually heavily booked.

**Community Engagement:**

Not applicable.

**Strategic Direction:**

Key Direction:	4	Our Leadership
Objective:	4.2	Our leaders make smart decisions
Strategy:	4.2.1	Provide learning and networking opportunities for elected members

**Financial Implications:**

**Registration Fees are not yet available for 2024**

**Below are the fees paid by Council in 2023:**

Registration Fee - (per person) (includes welcome reception)	\$895.00 (2023)
Regional Forum for NGA Delegate	\$225.00 (2023)
Gala Dinner (per person)	\$175.00 (2023)

**Travel and accommodation:**

Return flights to Canberra (approximate – booked early)	\$1,400.00
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Return travel by car to Canberra (per car for 1 day travel each way (no accommodation enroute))	\$1,713.00
Accommodation – 4 rooms have been pre-booked for 2024 (approximate cost per person for 5 nights)	\$1,000.00

Councillors will also be reimbursed for any out-of-pocket travel expenses incurred as per Council's adopted Councillor Support Policy.

### **Attachments**

There are no attachments for this report

LEISA BARTLETT  
EXECUTIVE OFFICER

JAY NANKIVELL  
GENERAL MANAGER

## POLICY AND GENERAL COMMITTEE

February 2, 2024

**ITEM 2**BROKEN HILL CITY COUNCIL REPORT NO. 18/24

SUBJECT: QUARTERLY BUDGET REVIEW STATEMENT FOR THE PERIOD  
ENDED 31 DECEMBER 2023 D24/5476

**Recommendation**

1. That Broken Hill City Council Report No. 18/24 dated February 2, 2024, be received.
2. That the 2nd Quarterly Budget Review Statement and recommendations be adopted.
3. That Council note the projected 2023/24 operating surplus (before capital) of \$26,000.
4. That Council note the 2023/24 projected net capital budget expenditure of \$32,080,000.

**Executive Summary:**

The Quarterly Budget Review Statement (QBRs) presents a summary of Council's financial position at the end of the second quarter for the financial year ended 30 June 2024.

The quarterly budget review process is the mechanism through which Council and the community are informed of Council's progress against the Operational Plan (annual budget), together with recommendations for changes and reasons for budget variations.

In accordance with the adopted 2023/24 Operational Budget, Council is reviewing each quarter in fine detail to ensure the lingering financial impacts of the COVID-19 pandemic and global and national economic difficulties are being managed in a financially sustainable way. This includes continuing to make opportunities for refined operating models for continuous efficiency and improvement but also increase service delivery and resources where required.

The December Quarterly Budget Review shows a decrease in the projected 2023/24 operating surplus (before capital items) of \$103,000 to an overall projected operating surplus as at 30 June 2024 of \$26,000.

Budgeted capital expenditure will increase by \$1,664,000 increasing expected net capital expenditure to \$32,080,000.

**Report:*****Budget Review:***

In accordance with s203 of the *Local Government (General) Regulations 2005*:

- (1) Not later than 2 months after the end of each quarter, the responsible accounting officer of a Council must prepare and submit to the Council a budget review statement that shows, by reference to the estimate of income and expenditure set out in the Council's Revenue Policy included in the Operational Plan for the relevant year, a revised estimate of the income and expenditure for that year.

- (2) A budget review statement must include or be accompanied by:
- (a) A report as to whether or not the responsible accounting officer believes that the statement indicates that the financial position of the Council is satisfactory, having regard to the original estimate of income and expenditure; and
  - (b) If that position is unsatisfactory, recommendation for remedial action.

In accordance with s211 (*Authorisation of expenditure*) of the *Local Government (General) Regulations 2005*:

- (1) A council, or a person purporting to act on behalf of a council, must not incur a liability for the expenditure of money unless the council at the annual meeting held in accordance with subclause (2) or at a later ordinary meeting:
- (a) has approved the expenditure, and
  - (b) has voted the money necessary to meet the expenditure.

The QBRs appear as Attachment 1 and have been produced in accordance with the guidelines and standards issued by the Office of Local Government.

### ***Operational Budget Result:***

The December Quarterly Budget Review shows a decrease in the projected 2023/24 operating surplus (before capital items) of \$103,000 to an overall projected operating surplus as at 30 June 2024 of \$26,000.

This result reflects the following movements:

- \$3,000 increase in the expenditure budget for a grant to Broken Hill Art Exchange for the 2024 Waste2Art Program and competition.
- \$100,000 addition to Materials and Services budget to fund ongoing litigation for the Civic Centre.

### ***Capital Budget Result:***

Budgeted capital expenditure will increase by \$1,664,000 increasing expected net capital expenditure to \$32,080,000.

This result reflects the following movements:

- Roundhouse Toilet - additional \$26,000 to supply and install fencing.
- Roundhouse Toilet - additional \$19,000 to upgrade lighting.
- Civic Centre - additional \$10,000 to replace the uninterruptible power supply battery backup for core networking equipment and audio-visual equipment. The current UPS has failed after seven years.
- Administration Building - Additional \$239,618 for variations to the temporary library relocation project as approved at the December Council meeting (Minute No 47411).
- Additional \$22,000 to renew the Art Gallery ceiling following recent storm damage.
- Additional \$52,000 to replace Council's stump grinder which has broken down and cannot be repaired due to its age and unavailability of parts.
- Additional \$80,000 to replace the existing smart bins in Argent Street with new bins and surrounds similar to new bins installed in Sturt Park. Replacing these bins will

result in estimated ongoing operating savings of \$20,000 per year due to reduced repairs and maintenance costs.

- Additional \$1,215,000 to replace Airport fire system pipes that are no longer compliant with applicable regulations due to their age, inability to meet water pressure standards and the presence of asbestos. The majority of expenditure on this project will occur in 2024-25 however budget approval is sought so procurement processes can be commenced this financial year allowing airside works to be coordinated with planned upgrades to the taxiways and aprons.

**Community Engagement:** Nil

**Strategic Direction:**

Key Direction:	4	Our Leadership
Objective:	4.1	Openness and transparency in decision making
Strategy:	4.1.1	Support the organization to operate its legal framework

**Relevant Legislation:**

*Local Government Act 1993*

*Clause 203(1) of the Local Government (General) Regulations 2005.*

*Clause 211 of the Local Government (General) Regulations 2005.*

**Financial Implications:**

The projected operating surplus for 30 June 2024 (before capital items) has decreased to \$26,000 in the December quarter.

The after effects of the Covid 19 pandemic and worsening political and economic conditions are continuing to impact supply chains and the cost of materials and services.

The main impact has been delays in the provision of services due to the chronic shortage of skilled workers, or delivery of equipment due to the inability of overseas manufacturers to supply goods in a timely fashion. Council has been cushioned from some price rises in materials and services due to fixed price supplier agreements that are in place with major suppliers, and contracts for major projects that were already in place prior to commencement of the quarter.

Projected cash availability as at end of year will be subject to change, as it assumes all capital projects will be expended in their entirety during the financial year. As you would reasonably expect, large capital projects will run over multiple years and therefore not all capital committed will be expended, resulting in a larger cash holding than is projected. As the projects are completed in subsequent financial years, projected cash holdings and actual cash holdings will begin to even out.

Full details of the financial implications of this quarter's Quarterly Budget Review Statement are contained within the attached report.

**Attachments**

1. [↓](#) Quarterly Budget Review Statement for the period ended 31 December 2023
2. [↓](#) Long Term Financial Plan - Q2 - 2024-2033

SIMON BROWN

DIRECTOR FINANCE AND COMMERCIAL

JAY NANKIVELL

GENERAL MANAGER



Broken Hill City Council

**Quarterly Budget Review Statement**  
for the period 01/10/23 to 31/12/23

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Broken Hill City Council

**Quarterly Budget Review Statement**  
for the period 01/10/23 to 31/12/23

**Report by Responsible Accounting Officer**

The following statement is made in accordance with Clause 203(2) of the Local Government (General) Regulations 2005:

31 December 2023

It is my opinion that the Quarterly Budget Review Statement for Broken Hill City Council for the quarter ended 31/12/23 indicates that Council's projected financial position at 30/06/24 will be satisfactory at year end, having regard to the projected estimates of income and expenditure and the original budgeted income and expenditure.

Signed:



date:

9/02/2024

Simon Brown  
Responsible Accounting Officer

Broken Hill City Council

**Quarterly Budget Review Statement**  
for the period 01/10/23 to 31/12/23

**Income & Expenses Budget Review Statement**

Budget review for the quarter ended 31 December 2023

**Income & Expenses - Council Consolidated**

(\$000's)	Original Budget 2023/24	Approved Changes					Revised Budget 2023/24	Variations for this Dec Qtr	Notes	Projected Year End Result	Actual YTD figures
		Carry Forwards	Other than by QBRs	Sep QBRs	Dec QBRs	Mar QBRs					
<b>Income</b>											
Rates and Annual Charges	20,950			-	-		20,950	-		20,950	21,005
User Charges and Fees	4,335			-	-		4,335	-		4,335	2,261
Interest and Investment Revenues	1,383			-	-		1,383	-		1,383	775
Other Revenues	530			495			1,025	-		1,025	1,190
Grants & Contributions - Operating	7,077			59	-		7,136	-		7,136	1,274
Grants & Contributions - Capital	3,016	23,146		102	-		26,264	-	Capital Budget	26,264	2,191
Net gain from disposal of assets	-			-	-		-			-	
<b>Total Income from Continuing Operations</b>	<b>37,291</b>	<b>23,146</b>	<b>-</b>	<b>656</b>	<b>-</b>	<b>-</b>	<b>61,093</b>	<b>-</b>		<b>61,093</b>	<b>28,696</b>
<b>Expenses</b>											
Employee Costs	15,485			-	-		15,485			15,485	8,654
Borrowing Costs	745			-	-		745	-		745	361
Materials & Services	10,027			425	-		10,452	-		10,452	6,589
Depreciation	6,700			-	-		6,700	-		6,700	3,338
Legal Costs	217			-	-		217	100	2	317	261
Consultants	124			-	-		124	-		124	41
Other Expenses	977			-	-		977	3	1	980	676
Net Loss from disposal of assets				-	-		-	-		-	
<b>Total Expenses from Continuing Operations</b>	<b>34,275</b>	<b>-</b>	<b>-</b>	<b>425</b>	<b>-</b>	<b>-</b>	<b>34,700</b>	<b>103</b>		<b>34,803</b>	<b>19,919</b>
<b>Net Operating Result from Continuing Operation</b>	<b>3,016</b>	<b>23,146</b>	<b>-</b>	<b>231</b>	<b>-</b>	<b>-</b>	<b>26,393</b>	<b>(103)</b>		<b>26,290</b>	<b>8,777</b>
Discontinued Operations - Surplus/(Deficit)							-			-	
<b>Net Operating Result from All Operations</b>	<b>3,016</b>	<b>23,146</b>	<b>-</b>	<b>231</b>	<b>-</b>	<b>-</b>	<b>26,393</b>	<b>(103)</b>		<b>26,290</b>	<b>8,777</b>
<b>Net Operating Result before Capital Items</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>129</b>	<b>-</b>	<b>-</b>	<b>129</b>	<b>(103)</b>		<b>26</b>	<b>6,586</b>

Broken Hill City Council

**Quarterly Budget Review Statement**  
for the period 01/10/23 to 31/12/23

**Income & Expenses Budget Review Statement**

Budget review for the quarter ended 31 December 2023

**Income & Expenses - Council Consolidated**

(\$000's)	Original Budget 2023/24	Approved Changes					Revised Budget 2023/24	Variations for this Dec Qtr		Notes	Projected Year End Result	Actual YTD figures
		Carry Forwards	Other than by QBRs	Sep QBRs	Dec QBRs	Mar QBRs						
<b>Income</b>												
Our Leadership	24,820			495			25,315	-			25,315	19,682
Our Community	4,921	15,145		59			20,125	-			20,125	1,622
Our Economy	1,844	8,000		-			9,844	-			9,844	2,667
Our Environment	5,706			102			5,808	-	Capital Budget		5,808	4,726
<b>Total Income from Continuing Operations</b>	<b>37,291</b>	<b>23,145</b>	<b>-</b>	<b>656</b>	<b>-</b>	<b>-</b>	<b>61,092</b>	<b>-</b>			<b>61,092</b>	<b>28,696</b>
<b>Expenses</b>												
Our Leadership	19,349			(7)			19,342	100	2		19,442	11,424
Our Community	8,801			432			9,233	3	1		9,236	4,686
Our Economy	3,048			-			3,048	-			3,048	1,828
Our Environment	3,076			-			3,076	-			3,076	1,982
<b>Total Expenses from Continuing Operations</b>	<b>34,275</b>	<b>-</b>	<b>-</b>	<b>425</b>	<b>-</b>	<b>-</b>	<b>34,699</b>	<b>103</b>			<b>34,802</b>	<b>19,919</b>
<b>Net Operating Result from Continuing Operations</b>	<b>3,016</b>	<b>23,145</b>	<b>-</b>	<b>231</b>	<b>-</b>	<b>-</b>	<b>26,393</b>	<b>(103)</b>			<b>26,290</b>	<b>8,777</b>
<b>Net Operating Result before Capital Items</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>129</b>	<b>-</b>	<b>-</b>	<b>129</b>	<b>(103)</b>			<b>26</b>	<b>6,586</b>

Broken Hill City Council

**Quarterly Budget Review Statement**  
for the period 01/10/23 to 31/12/23

**Income & Expenses Budget Review Statement**  
**Recommended changes to revised budget**

Budget Variations being recommended include the following material items:

Notes	Details
1	\$3,000 increase in the expenditure budget for a grant to Broken Hill Art Exchange for the 2024 Waste2Art Program and competition.
2	\$100,000 addition to Materials and Services budget to fund ongoing litigation for the Civic Centre.
3	
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Broken Hill City Council

**Quarterly Budget Review Statement**  
for the period 01/10/23 to 31/12/23

**Capital Budget Review Statement**

Budget review for the quarter ended 31 December 2023

**Capital Budget - Council Consolidated**

(\$000's)	Original Budget 2023/24	Approved Changes					Revised Budget 2023/24	Variations for this Dec Qtr	Notes	Projected Year End Result	Actual YTD figures
		Carry Forwards	Other than by QBRs	Sep QBRs	Dec QBRs	Mar QBRs					
<b>Capital Expenditure</b>											
New Assets											
- Plant & Equipment							-	-		-	-
- Land & Buildings							-	-		-	-
- Roads, Bridges, Footpaths							-	-		-	-
- Other							-	-		-	-
Renewal Assets (Replacement)											
- Plant & Equipment	1,721	2,204		8			3,933	62	3,6	3,995	531
- Land & Buildings	6,422	17,673		447			24,542	281	2,4,5	24,823	1,958
- Roads, Bridges, Footpaths	4,795	11,648		146			16,589	-		16,589	1,449
- Other	1,231	10,385		-			11,616	1,321	1,7,8	12,937	675
<b>Total Capital Expenditure</b>	<b>14,169</b>	<b>41,910</b>	<b>-</b>	<b>601</b>	<b>-</b>	<b>-</b>	<b>56,680</b>	<b>1,664</b>		<b>58,344</b>	<b>4,613</b>
<b>Capital Funding</b>											
Capital Grants & Contributions	3,016	23,146		102			26,264	-		26,264	2,191
<b>Total Capital Funding</b>	<b>3,016</b>	<b>23,146</b>	<b>-</b>	<b>102</b>	<b>-</b>	<b>-</b>	<b>26,264</b>	<b>-</b>		<b>26,264</b>	<b>2,191</b>
<b>Net Capital Funding - Surplus/(Deficit)</b>	<b>(11,153)</b>	<b>(18,764)</b>	<b>-</b>	<b>(499)</b>	<b>-</b>	<b>-</b>	<b>(30,416)</b>	<b>(1,664)</b>		<b>(32,080)</b>	<b>(2,422)</b>



Broken Hill City Council

Quarterly Budget Review Statement  
for the period 01/10/23 to 31/12/23

Capital Budget Review Statement  
Recommended changes to revised budget

Budget Variations being recommended include the following material items:

Notes	Details
1	Roundhouse Toilet - additional \$26,000 to supply and instal fencing.
2	Roundhouse Toilet - additional \$19,000 to upgrade lighting.
3	Civic Centre - additional \$10,000 to replace the uninterruptible power supply battery backup for core networking equipment and audio-visual equipment. The current UPS has failed after seven years.
4	Administration Building - Additional \$239,618 for variations to the temporary library relocation project as approved at the December Council meeting (Minute No 47411).
5	Additional \$22,000 to renew the Art Gallery ceiling following recent storm damage.
6	Additional \$52,000 to replace Council's stump grinder which has broken down and cannot be repaired due to its age and unavailability of parts.
7	Additional \$80,000 to replace the existing smart bins in Argent Street with new bins and surrounds similar to new bins installed in Sturt Park. Replacing these bins will result in estimated ongoing operating savings of \$20,000 per year due to reduced repairs and maintenance costs.
8	Additional \$1,215,000 to replace Airport fire system pipes that are no longer compliant with applicable regulations due their age, inability to meet water pressure standards and the presence of asbestos. The majority of expenditure on this project will occur in 2024-25 however budget approval is sought so procurement processes can be commenced this financial year allowing airside works to be coordinated with planned upgrades to the taxiways and aprons.
9	
10	
11	
12	

Broken Hill City Council

**Quarterly Budget Review Statement**  
for the period 01/10/23 to 31/12/23

**Cash & Investments Budget Review Statement**

Budget review for the quarter ended 31 December 2023

**Cash & Investments - Council Consolidated**

(\$000's)	Original Budget 2023/24	Approved Changes				Revised Budget 2023/24	Variations for this Dec Qtr	Notes	Projected Year End Result	Actual YTD figures
		Carry Forwards	Sep QBRS	Dec QBRS	Mar QBRS					
<b>Externally Restricted <sup>(1)</sup></b>										
Developer Contributions - General	-	-				-			-	
Domestic Waste Management	1,700	3,980				5,680			5,680	4,275
Royalties	(100)	603				503			503	603
Specific Purpose Unexpended Grants	(11,868)	11,868				-			-	11,212
<b>Total Externally Restricted</b>	<b>(10,268)</b>	<b>16,451</b>	-	-	-	<b>6,183</b>	-		<b>6,183</b>	<b>16,090</b>
(1) Funds that must be spent for a specific purpose										
<b>Internally Restricted <sup>(2)</sup></b>										
Employee Leave Entitlements	100	1,007				1,107			1,107	1,007
Plant Purchase Reserve	49	951				1,000			1,000	843
T-CORP Loan	-	5,661				5,661			5,661	5,621
General Projects Reserve	-	6,000				6,000			6,000	6,000
Commercial Waste Management	1,200	3,023				4,223			4,223	3,601
Other	-	241				241			241	213
<b>Total Internally Restricted</b>	<b>1,349</b>	<b>16,883</b>	-	-	-	<b>18,232</b>	-		<b>18,232</b>	<b>17,285</b>
(2) Funds that Council has earmarked for a specific purpose										
<b>Unrestricted (i.e.. available after the above Restrictions)</b>		4,393	-	-				1	(12,396)	212
<b>Total Cash &amp; Investments</b>	<b>6,793</b>	<b>37,727</b>	-						<b>12,019</b>	<b>33,587</b>

Projected cash availability as at end of year will be subject to change, as it assumes all capital projects will be expended in their entirety during the financial year. As you would reasonably expect, large capital projects will run over multiple years and therefore not all capital committed will be expended, resulting in a larger cash holding than is projected. As the projects are completed in subsequent financial years, projected cash holdings and actual cash holdings will begin to even out

**Quarterly Budget Review Statement**  
for the period 01/10/23 to 31/12/23

### **Comment on Cash & Investments Position**

## Investments

**Cash**

### Reconciliation Status

**\$ 000's**

1,952

31,635

(Timing Difference)

(Timing Difference)

(Require Actioning)

(Require Actioning)

(Require Investigation)

(Require Investigation)

33,587

33,587

(0)

### Recommended changes to revised budget

Notes Details

Broken Hill City Council

## Quarterly Budget Review Statement for the period 01/10/23 to 31/12/23

### Key Performance Indicators Budget Review Statement

Budget review for the quarter ended 31 December 2023

(\$000's)	Current Projection		Original Budget 23/24	Actuals Prior Periods 22/23 21/22
	Amounts	Indicator		
	23/24	23/24		

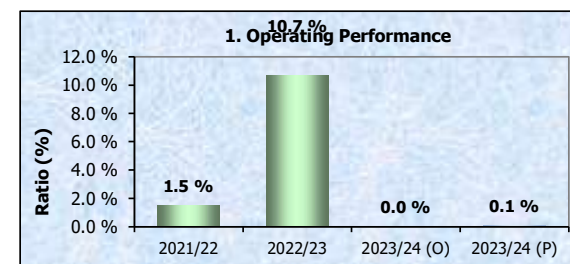
NSW Local Government Industry Key Performance Indicators (OLG):

#### 1. Operating Performance

Operating Revenue (excl. Capital) - Operating Expenses	26	0.1 %	0.0 %	10.7 %	1.5 %
Operating Revenue (excl. Capital Grants & Contributions)	34,829				

#### Benchmark - Greater than 0%

This ratio measures Council's achievement of containing operating expenditure within operating revenue.

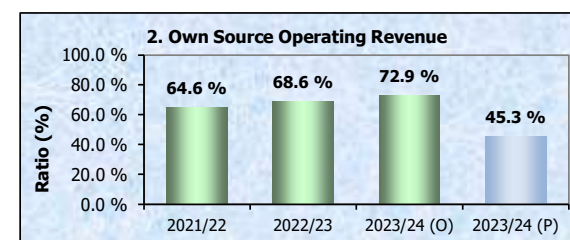


#### 2. Own Source Operating Revenue

Operating Revenue (excl. ALL Grants & Contributions)	27,693	45.3 %	72.9 %	68.6 %	64.6 %
Total Operating Revenue (incl. Capital Grants & Cont)	61,093				

#### Benchmark - Greater than 60%

This ratio measures fiscal flexibility. It is the degree of reliance on external funding sources such as operating grants & contributions.

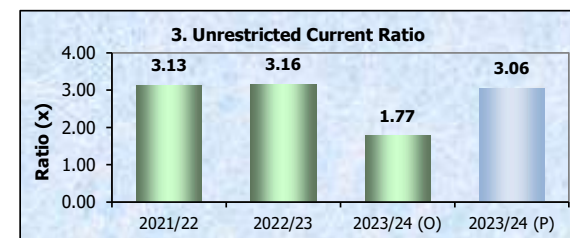


#### 3. Unrestricted Current Ratio

Current Assets less all External Restrictions	12,966	3.06	1.77	3.16	3.13
Current Liabilities less current provisions as per Operations	4,243				

#### Benchmark - Greater than 1.5

To assess the adequacy of working capital and its ability to satisfy obligations in the short term for the unrestricted activities of Council.



Broken Hill City Council

## Key Performance Indicators Budget Review Statement

Budget review for the quarter ended 31 December 2023

(\$000's)	Current Projection		Original Budget 23/24	Actuals Prior Periods	
	Amounts 23/24	Indicator 23/24		22/23	21/22

NSW Local Government Industry Key Performance Indicators (OLG):

### 4. Debt Service Cover Ratio

Operating Result before Interest & Dep. exp (EBITDA)	7,471	3.44	3.71	4.70	3.87
Principal Repayments + Borrowing Interest Costs	2,173				

#### Benchmark - Greater than 2.0

This ratio measures the availability of operating cash to service debt including interest, principal and lease payments.

### 5. Rates, Annual Charges, Interest & Extra Charges Outstanding

Rates, Annual & Extra Charges Outstanding	3,889	18.6 %	10.2 %	11.2 %	15.2 %
Rates, Annual & Extra Charges Collectible	20,950				

#### Benchmark - Less than 10%

To assess the impact of uncollected rates and annual charges on Council's liquidity and the adequacy of recovery efforts.

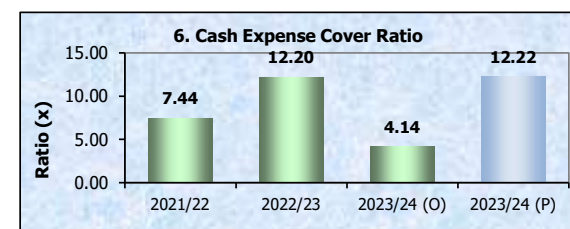
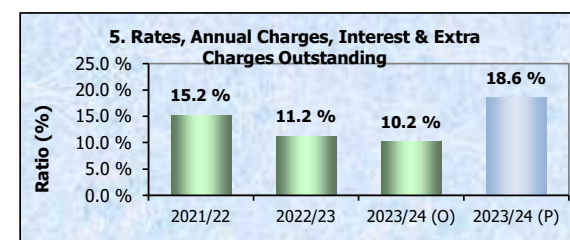
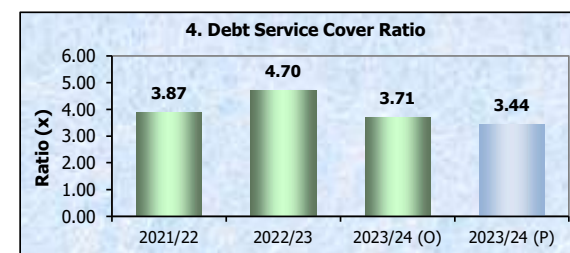
### 6. Cash Expense Cover Ratio

Current Year's Cash & Cash Equivalents (incl. Term Deposits)	33,587	12.22	4.14	12.20	7.44
Operating & financing activities Cash Flow payments	2,749				

#### Benchmark - Greater than 3 months

This liquidity ratio indicates the number of months a Council can continue paying for its immediate expenses without additional cash inflow.

## Quarterly Budget Review Statement for the period 01/10/23 to 31/12/23



Broken Hill City Council

## Key Performance Indicators Budget Review Statement

Budget review for the quarter ended 31 December 2023

(\$000's)	Current Projection		Original Budget 23/24	Actuals Prior Periods	
	Amounts 23/24	Indicator 23/24		22/23	21/22

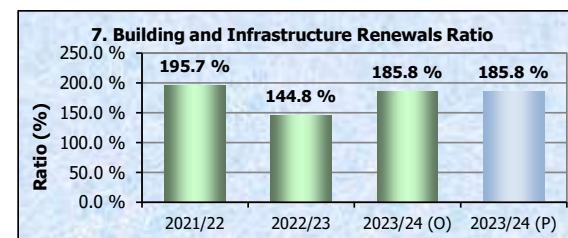
NSW Local Government Infrastructure Asset Performance Indicators (OLG):

### 7. Building and Infrastructure Renewals Ratio

Asset Renewals (Building, Infrastructure & Other Structures)	12,448	185.8 %	185.8 %	144.8 %	195.7 %
Depreciation, Amortisation & Impairment	6,700				

#### Benchmark - Greater than 100%

To assess the rate at which these assets are being renewed relative to the rate at which they are depreciating.

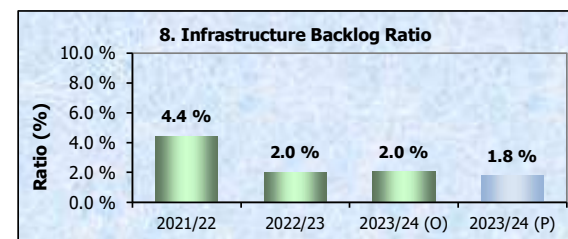


### 8. Infrastructure Backlog Ratio

Estimated cost to bring Assets to a satisfactory condition	5,972	1.8 %	2.0 %	2.0 %	4.4 %
Total value of Infrastructure, Building, Other Structures & depreciable Land Improvement Assets	329,818				

#### Benchmark - Less than 2.0%

This ratio shows what proportion the backlog is against the total value of a Council's infrastructure.

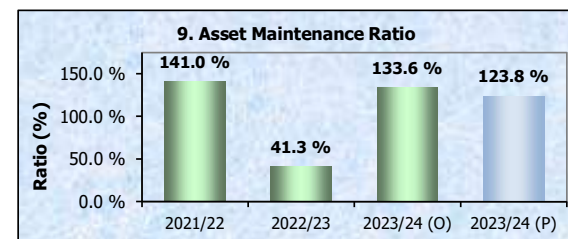


### 9. Asset Maintenance Ratio

Actual Asset Maintenance	7,391	123.8 %	134%	41.3 %	141.0 %
Required Asset Maintenance	5,972				

#### Benchmark - Greater than 1.0

Compares actual vs. required annual asset maintenance. A ratio above 1.0 indicates Council is investing enough funds to stop the Infrastructure Backlog growing.





Broken Hill City Council

## Quarterly Budget Review Statement for the period 01/10/23 to 31/12/23

### Key Performance Indicators Budget Review Statement

Budget review for the quarter ended 31 December 2023

(\$000's)	Current Projection		Original Budget 23/24	Actuals Prior Periods	
	Amounts 23/24	Indicator 23/24		22/23	21/22

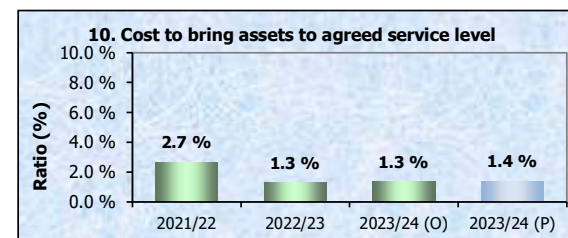
NSW Local Government Infrastructure Asset Performance Indicators (OLG):

#### 10. Cost to bring assets to agreed service level

Estimated cost to bring assets to an agreed service level set by Council

	5,972	1.4 %	1.3 %	1.3 %	2.7 %
Gross replacement cost	432,071				

This ratio provides a snapshot of the proportion of outstanding renewal works compared to the total value of assets under Council's care and stewardship.



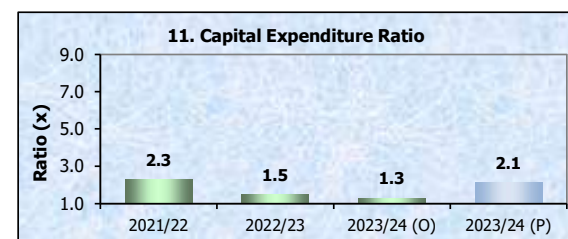
#### 11. Capital Expenditure Ratio

Annual Capital Expenditure  
Annual Depreciation

	14,169	2.1	1.3	1.5	2.3
	6,700				

#### Benchmark - Greater than 1.1

To assess the extent to which a Council is expanding its asset base thru capital expenditure on both new assets and the replacement and renewal of existing assets.



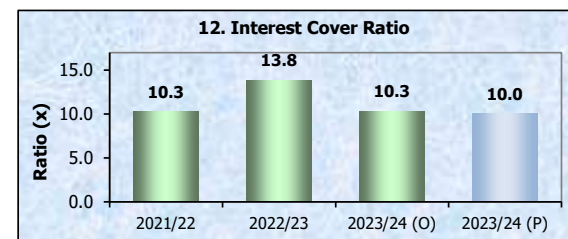
#### 12. Interest Cover Ratio

Operating Results before Interest & Dep. exp (EBITDA)  
Borrowing Interest Costs (from the income statement)

	7,471	10.0	10.3	13.8	10.3
	745				

#### Benchmark - Greater than 4.0

This ratio indicates the extent to which a Council can service (through operating cash) its interest bearing debt & take on additional borrowings.



Broken Hill City Council

Quarterly Budget Review Statement  
for the period 01/10/23 to 31/12/23

Contracts Budget Review Statement

Budget review for the quarter ended 31 December 2023  
**Part A - Contracts Listing** - contracts entered into during the quarter

Contractor	Contract detail & purpose	Contract Value	Start Date	Duration of Contract	Budgeted (Y/N)	Notes
Matthews Brothers Engineering Pty Ltd	Supply Bitumen Truck	655,492	05/10/23		Y	
Tonkin Consulting Pty Ltd	Airport taxiways and apron pavement design	545,160	23/11/23		Y	
Asco Group (Aust) Pty Ltd	Duke of Cornwall Park - Amenities Building - Construction	268,633	05/10/23		Y	
DreamCourts Pty Ltd	Duke of Cornwall Park - Tennis Court Fencing Replacement	110,594	02/11/23		Y	

Broken Hill City Council

Quarterly Budget Review Statement  
for the period 01/10/23 to 31/12/23

Contracts Budget Review Statement

Budget review for the quarter ended 31 December 2023  
**Part A - Contracts Listing** - contracts entered into during the quarter

Contractor	Contract detail & purpose	Contract Value	Start Date	Duration of Contract	Budgeted (Y/N)	Notes

- 1. Minimum reporting level is 1% of estimated income from continuing operations of Council or \$50,000 - whatever is the lesser.
- 2. Contracts listed are those entered into during the quarter being reported and exclude contractors on Council's Preferred Supplier list.
- 3. Contracts for employment are not required to be included.

Broken Hill City Council

**Quarterly Budget Review Statement**  
for the period 01/10/23 to 31/12/23

**Consultancy & Legal Expenses Budget Review Statement**

Consultancy & Legal Expenses Overview

Expense	YTD Expenditure (Actual Dollars)	Budgeted (Y/N)
Consultancies	40,724	Y
Legal Fees	260,512	Y

**Definition of a consultant:**

A consultant is a person or organisation engaged under contract on a temporary basis to provide recommendations or high level specialist or professional advice to assist decision making by management. Generally it is the advisory nature of the work that differentiates a consultant from other contractors.

**Comments**

Expenditure included in the above YTD figure but not budgeted includes:

**Details**

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LONG TERM FINANCIAL PLAN - 2024-2033													
INCOME STATEMENT													
\$ '000	2022	2023	2024	2024	2025	2026	2027	2028	2029	2030	2031	2032	2033
	Actual	Actual	Original Budget	Revised Budget Q2	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast
<b>Income from Continuing Operations</b>													
<b>Revenue:</b>													
Rates & annual charges	19,540	19,678	20,950	20,950	21,725	22,268	22,825	23,396	23,981	24,580	25,195	25,824	26,470
User charges & fees	3,096	4,454	4,335	4,335	4,787	4,906	5,029	5,155	5,284	5,416	5,551	5,690	5,832
Interest & investment revenue	570	1,303	1,383	1,383	960	1,011	488	655	658	765	817	952	1,025
Other revenues	3,099	4,873	530	1,025	1,061	1,087	1,115	1,142	1,171	1,200	1,230	1,261	1,293
Grants & contributions for operating purposes	9,469	10,617	7,077	7,136	7,386	7,607	7,759	7,915	8,073	8,234	8,399	8,567	8,738
Grants & contributions for capital purposes	4,920	3,134	3,016	26,264	3,122	3,215	3,280	3,345	3,412	3,480	3,550	3,621	3,693
<b>Other Income:</b>													
Net gains from disposal of assets	5	-	-	-	-	-	-	-	-	-	-	-	-
Net share of interests in joint ventures	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>TOTAL INCOME FROM CONTINUING OPERATIONS</b>	<b>40,699</b>	<b>44,059</b>	<b>37,291</b>	<b>61,093</b>	<b>39,040</b>	<b>40,095</b>	<b>40,496</b>	<b>41,607</b>	<b>42,578</b>	<b>43,676</b>	<b>44,742</b>	<b>45,915</b>	<b>47,052</b>
<b>Expenses from Continuing Operations</b>													
Employee benefits & costs	14,465	15,492	15,485	15,485	15,872	16,269	16,675	17,092	17,519	17,957	18,406	18,867	19,244
Borrowing costs	799	842	745	745	593	529	467	409	366	320	278	244	285
Materials & contracts	11,748	12,346	10,369	10,893	11,256	11,098	11,148	11,199	11,249	11,300	11,350	11,402	11,453
Depreciation & amortisation	7,380	6,675	6,700	6,700	6,757	6,786	6,816	6,846	6,876	6,907	6,937	6,968	6,998
Impairment	-	-	-	-	-	-	-	-	-	-	-	-	-
Other expenses	1,338	1,032	977	980	991	995	1,000	1,004	1,009	1,013	1,018	1,023	1,027
Net losses from disposal of assets	395	-	-	-	-	-	-	-	-	-	-	-	-
Net share of interests in joint ventures	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>TOTAL EXPENSES FROM CONTINUING OPERATIONS</b>	<b>35,730</b>	<b>36,782</b>	<b>34,275</b>	<b>34,803</b>	<b>35,468</b>	<b>35,678</b>	<b>36,107</b>	<b>36,551</b>	<b>37,020</b>	<b>37,497</b>	<b>37,990</b>	<b>38,502</b>	<b>39,007</b>
<b>OPERATING RESULT FOR THE YEAR</b>	<b>4,970</b>	<b>7,277</b>	<b>3,016</b>	<b>26,290</b>	<b>3,572</b>	<b>4,418</b>	<b>4,389</b>	<b>5,056</b>	<b>5,559</b>	<b>6,179</b>	<b>6,752</b>	<b>7,413</b>	<b>8,044</b>
<b>NET OPERATING RESULT FOR THE YEAR BEFORE GRANTS &amp; CONTRIBUTIONS FOR CAPITAL PURPOSES</b>													
	<b>49</b>	<b>4,143</b>	<b>0</b>	<b>26</b>	<b>450</b>	<b>1,203</b>	<b>1,110</b>	<b>1,711</b>	<b>2,147</b>	<b>2,699</b>	<b>3,202</b>	<b>3,793</b>	<b>4,351</b>
<b>NET OPERATING RESULT FOR THE YEAR EXCLUDING EXTRAORDINARY ITEMS BEFORE GRANTS &amp; CONTRIBUTIONS FOR CAPITAL PURPOSES</b>													
	<b>49</b>	<b>4,143</b>	<b>0</b>	<b>26</b>	<b>450</b>	<b>1,203</b>	<b>1,110</b>	<b>1,711</b>	<b>2,147</b>	<b>2,699</b>	<b>3,202</b>	<b>3,793</b>	<b>4,351</b>
<b>Assumptions</b>													
Rate Reg	2.30%	2.30%	3.70%	3.70%	3.70%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%
General Index	2.50%	2.50%	7.80%	7.80%	3.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%
Employee Cost Index	2.70%	4.00%	3.25%	3.25%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.00%
Grant Index	2.00%	2.00%	2.00%	2.00%	3.50%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%
Investment Interest rate	1.50%	1.50%	5.00%	5.00%	6.50%	6.50%	3.00%	3.50%	3.50%	3.50%	3.50%	3.50%	3.50%
Overdue rates interest rate	6.00%	6.00%	9.00%	9.00%	9.00%	8.00%	8.00%	8.00%	8.00%	8.00%	8.00%	8.00%	8.00%
Efficiency gain on Materials & Contracts	-2.00%	-2.00%	-2.00%	-2.00%	-2.00%	-2.00%	-2.00%	-2.00%	-2.00%	-2.00%	-2.00%	-2.00%	-2.00%

LONG TERM FINANCIAL PLAN - 2024-2033													
STATEMENT OF FINANCIAL POSITION													
\$ '000	2022	2023	2024	2024	2025	2026	2027	2028	2029	2030	2031	2032	2033
	Actual	Actual	Original Budget	Revised Budget Q2	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast
<b>Assets</b>													
<b>Current Assets:</b>													
Cash & cash equivalents	15,165	15,399	3,223	1,691	4,398	4,125	6,772	6,830	9,856	11,283	15,104	17,145	21,547
Investments	8,570	22,328	3,570	10,328	10,328	10,328	10,328	10,328	10,328	10,328	10,328	10,328	10,328
Receivables	4,672	3,911	5,837	5,222	5,513	5,437	6,072	6,188	6,670	6,688	7,064	7,399	7,608
Inventories	147	134	147	158	164	168	172	177	181	186	190	195	200
Other	1,069	1,068	506	545	565	579	593	608	623	639	655	671	688
Non-current assets classified as 'held for sale'	-	-	-	-	608	-	-	-	-	-	-	-	-
<b>TOTAL CURRENT ASSETS</b>	<b>29,623</b>	<b>42,840</b>	<b>13,283</b>	<b>17,945</b>	<b>21,576</b>	<b>20,637</b>	<b>23,938</b>	<b>24,131</b>	<b>27,658</b>	<b>29,124</b>	<b>33,341</b>	<b>35,739</b>	<b>40,371</b>
<b>Non-Current Assets:</b>													
Investments	-	-	-	-	-	-	-	-	-	-	-	-	-
Receivables	-	-	-	-	-	-	-	-	-	-	-	-	-
Inventories	-	-	-	-	-	-	-	-	-	-	-	-	-
Infrastructure, property, plant & equipment	288,869	332,915	285,680	384,239	286,356	287,034	287,716	288,401	289,089	289,779	290,473	291,170	291,870
Investments accounted for using the equity method	931	866	1,144	866	1,144	1,144	1,144	1,144	1,144	1,144	1,144	1,144	1,144
Investment property	-	-	-	-	-	-	-	-	-	-	-	-	-
Intangible assets	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>TOTAL NON-CURRENT ASSETS</b>	<b>289,800</b>	<b>333,781</b>	<b>286,824</b>	<b>385,105</b>	<b>287,500</b>	<b>288,178</b>	<b>288,860</b>	<b>289,545</b>	<b>290,233</b>	<b>290,923</b>	<b>291,617</b>	<b>292,314</b>	<b>293,014</b>
<b>TOTAL ASSETS</b>	<b>319,423</b>	<b>376,621</b>	<b>300,107</b>	<b>403,050</b>	<b>309,076</b>	<b>308,816</b>	<b>312,798</b>	<b>313,676</b>	<b>317,890</b>	<b>320,047</b>	<b>324,958</b>	<b>328,053</b>	<b>333,385</b>
<b>Liabilities</b>													
<b>Current Liabilities:</b>													
Payables	4,149	4,683	2,080	2,080	2,815	2,775	1,841	2,309	1,822	1,590	1,580	1,221	1,100
Income Received in Advance	-	-	-	-	-	-	-	-	-	-	-	-	-
Contract Liabilities	2,028	10,264	-	-	-	-	-	-	-	-	-	-	-
Borrowings	1,556	1,803	2,452	2,452	2,467	2,452	2,451	2,151	2,084	1,015	1,015	1,015	843
Provisions	4,550	4,768	4,004	4,004	4,350	4,152	3,943	4,065	3,862	3,818	3,778	3,654	3,612
<b>TOTAL CURRENT LIABILITIES</b>	<b>12,283</b>	<b>21,518</b>	<b>8,536</b>	<b>8,536</b>	<b>9,632</b>	<b>9,379</b>	<b>8,235</b>	<b>8,526</b>	<b>7,768</b>	<b>6,423</b>	<b>6,373</b>	<b>5,890</b>	<b>5,555</b>
<b>Non-Current Liabilities:</b>													
Payables	-	-	-	-	-	-	-	-	-	-	-	-	-
Borrowings	18,667	17,875	17,687	17,687	15,813	13,883	11,895	10,134	8,411	6,657	5,647	4,870	4,058
Provisions	9,775	9,980	12,906	12,906	13,550	15,906	17,016	18,957	20,344	22,101	23,611	25,285	26,850
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>28,442</b>	<b>27,855</b>	<b>30,593</b>	<b>30,593</b>	<b>29,363</b>	<b>29,789</b>	<b>28,911</b>	<b>29,092</b>	<b>28,755</b>	<b>28,758</b>	<b>29,258</b>	<b>30,156</b>	<b>30,909</b>
<b>TOTAL LIABILITIES</b>	<b>40,725</b>	<b>49,373</b>	<b>39,130</b>	<b>39,130</b>	<b>38,995</b>	<b>39,167</b>	<b>37,146</b>	<b>37,617</b>	<b>36,524</b>	<b>35,181</b>	<b>35,631</b>	<b>36,045</b>	<b>36,463</b>
<b>NET ASSETS</b>	<b>278,698</b>	<b>327,248</b>	<b>260,977</b>	<b>363,920</b>	<b>270,081</b>	<b>269,648</b>	<b>275,652</b>	<b>276,058</b>	<b>281,367</b>	<b>284,866</b>	<b>289,327</b>	<b>292,007</b>	<b>296,922</b>
<b>Equity</b>													
Retained earnings	113,710	120,987	123,270	157,659	132,374	131,941	137,945	138,351	143,660	147,159	151,620	154,300	159,215
Revaluation reserves	164,988	206,261	137,707	206,261	137,707	137,707	137,707	137,707	137,707	137,707	137,707	137,707	137,707
<b>Council equity interest</b>	<b>278,698</b>	<b>327,248</b>	<b>260,977</b>	<b>363,920</b>	<b>270,081</b>	<b>269,648</b>	<b>275,652</b>	<b>276,058</b>	<b>281,367</b>	<b>284,866</b>	<b>289,327</b>	<b>292,007</b>	<b>296,922</b>
<b>Non-controlling interest</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL EQUITY</b>	<b>278,698</b>	<b>327,248</b>	<b>260,977</b>	<b>363,920</b>	<b>270,081</b>	<b>269,648</b>	<b>275,652</b>	<b>276,058</b>	<b>281,367</b>	<b>284,866</b>	<b>289,327</b>	<b>292,007</b>	<b>296,922</b>
<b>Assumptions</b>													
General index		2.50%	7.80%	7.80%	3.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%
No impact from revaluation of assets													
No restricted cash													

LONG TERM FINANCIAL PLAN - 2024-2033													
STATEMENT OF CASH FLOWS													
\$ '000	2022	2023	2024	2024	2025	2026	2027	2028	2029	2030	2031	2032	2033
	Actual	Actual	Original Budget	Revised Budget Q2	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast
<b>Cash Flows from Operating Activities</b>													
<b>Receipts:</b>													
Rates & annual charges	19,917	20,453	20,322	20,322	21,073	21,600	22,140	22,694	23,261	23,843	24,439	25,050	25,676
User charges & fees	3,457	4,201	4,205	4,205	4,643	4,759	4,878	5,000	5,125	5,253	5,385	5,519	5,657
Investment & interest revenue received	106	874	694	1,942	496	1,008	485	652	655	762	814	949	1,022
Grants & contributions	14,065	21,987	10,093	33,400	10,507	10,823	11,039	11,260	11,485	11,715	11,949	12,188	12,432
Bonds, deposits & retention amounts received	11	339	-	-	-	-	-	-	-	-	-	-	-
Other	5,570	7,457	514	994	1,029	1,055	1,081	1,108	1,136	1,164	1,193	1,223	1,254
<b>Payments:</b>													
Employee benefits & costs	(13,852)	(15,226)	(15,020)	(15,020)	(15,396)	(15,781)	(16,175)	(16,579)	(16,994)	(17,419)	(17,854)	(18,301)	(18,667)
Materials & contracts	(14,705)	(14,386)	(10,058)	(10,566)	(10,918)	(10,766)	(10,814)	(10,863)	(10,912)	(10,961)	(11,010)	(11,059)	(11,109)
Borrowing costs	(642)	(677)	(745)	(745)	(593)	(529)	(467)	(409)	(366)	(320)	(278)	(244)	(285)
Bonds, deposits & retention amounts refunded	-	-	-	-	-	-	-	-	-	-	-	-	-
Other	(1,074)	(890)	(948)	(951)	(961)	(965)	(970)	(974)	(979)	(983)	(987)	(992)	(996)
<b>NET CASH PROVIDED (OR USED IN) OPERATING ACTIVITIES</b>	<b>12,853</b>	<b>24,132</b>	<b>9,057</b>	<b>33,580</b>	<b>9,880</b>	<b>11,204</b>	<b>11,197</b>	<b>11,888</b>	<b>12,411</b>	<b>13,055</b>	<b>13,650</b>	<b>14,333</b>	<b>14,984</b>
<b>Cash Flows from Investing Activities</b>													
<b>Receipts:</b>													
Sale of investment securities	5,126	6,000	5,000	12,000	-	-	-	-	-	-	-	-	-
Sale of infrastructure, property, plant & equipment	241	123	320	320	-	-	-	-	-	-	-	-	-
Deferred debtors receipts	6	-	-	-	-	-	-	-	-	-	-	-	-
Other investing activity receipts	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Payments:</b>													
Purchase of investment securities	(4,500)	(19,510)	-	-	-	-	-	-	-	-	-	-	-
Purchase of infrastructure, property, plant & equipment	(16,818)	(9,966)	(14,169)	(58,344)	(7,432)	(7,465)	(7,498)	(7,531)	(7,564)	(7,597)	(7,631)	(7,664)	(7,698)
Deferred debtors & advances made	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>NET CASH PROVIDED (OR USED IN) INVESTING ACTIVITIES</b>	<b>(15,945)</b>	<b>(23,353)</b>	<b>(8,849)</b>	<b>(46,024)</b>	<b>(7,432)</b>	<b>(7,465)</b>	<b>(7,498)</b>	<b>(7,531)</b>	<b>(7,564)</b>	<b>(7,597)</b>	<b>(7,631)</b>	<b>(7,664)</b>	<b>(7,698)</b>
<b>Cash Flows from Financing Activities</b>													
<b>Receipts:</b>													
Proceeds from borrowings & advances	437	1,141	-	-	-	-	-	-	-	-	-	-	-
<b>Payments:</b>													
Repayment of borrowings & advances	(1,451)	(1,686)	(1,264)	(1,264)	(1,273)	(1,305)	(1,326)	(1,652)	(1,763)	(1,004)	(771)	(806)	(843)
<b>NET CASH PROVIDED (OR USED IN) FINANCING ACTIVITIES</b>	<b>(1,014)</b>	<b>(545)</b>	<b>(1,264)</b>	<b>(1,264)</b>	<b>(1,273)</b>	<b>(1,305)</b>	<b>(1,326)</b>	<b>(1,652)</b>	<b>(1,763)</b>	<b>(1,004)</b>	<b>(771)</b>	<b>(806)</b>	<b>(843)</b>
<b>NET INCREASE/(DECREASE) IN CASH &amp; CASH EQUIVALENTS</b>	<b>(4,106)</b>	<b>234</b>	<b>(1,056)</b>	<b>(13,708)</b>	<b>1,175</b>	<b>2,434</b>	<b>2,374</b>	<b>2,705</b>	<b>3,084</b>	<b>4,453</b>	<b>5,248</b>	<b>5,862</b>	<b>6,443</b>
<b>plus: CASH &amp; CASH EQUIVALENTS - beginning of year</b>	<b>19,271</b>	<b>15,165</b>	<b>4,280</b>	<b>15,399</b>	<b>3,223</b>	<b>1,691</b>	<b>4,398</b>	<b>4,125</b>	<b>6,772</b>	<b>6,830</b>	<b>9,856</b>	<b>11,283</b>	<b>15,104</b>
<b>CASH &amp; CASH EQUIVALENTS - end of year</b>	<b>15,165</b>	<b>15,399</b>	<b>3,223</b>	<b>1,691</b>	<b>4,398</b>	<b>4,125</b>	<b>6,772</b>	<b>6,830</b>	<b>9,856</b>	<b>11,283</b>	<b>15,104</b>	<b>17,145</b>	<b>21,547</b>
<b>Additional Information</b>													
<b>plus: Investments on hand - end of year</b>	<b>8,570</b>	<b>22,328</b>	<b>3,570</b>	<b>10,328</b>	<b>10,328</b>	<b>10,328</b>	<b>10,328</b>	<b>10,328</b>	<b>10,328</b>	<b>10,328</b>	<b>10,328</b>	<b>10,328</b>	<b>10,328</b>
<b>TOTAL CASH, CASH EQUIVALENTS &amp; INVESTMENTS - end of year</b>	<b>23,735</b>	<b>37,727</b>	<b>6,793</b>	<b>12,019</b>	<b>14,726</b>	<b>14,453</b>	<b>17,100</b>	<b>17,158</b>	<b>20,184</b>	<b>21,611</b>	<b>25,432</b>	<b>27,473</b>	<b>31,875</b>
<b>Assumptions</b>													
Rates & charges recovery rate	97.00%	97.00%	97.00%	97.00%	97.00%	97.00%	97.00%	97.00%	97.00%	97.00%	97.00%	97.00%	97.00%
Debtor recovery rate	97.00%	97.00%	97.00%	97.00%	97.00%	97.00%	97.00%	97.00%	97.00%	97.00%	97.00%	97.00%	97.00%
General index	2.50%	2.50%	7.80%	7.80%	3.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%
Investment Interest rate	1.50%	1.50%	5.00%	5.00%	6.50%	6.50%	3.00%	3.50%	3.50%	3.50%	3.50%	3.50%	3.50%
Overdue rates interest rate	7.50%	6.00%	9.00%	9.00%	9.00%	8.00%	8.00%	8.00%	8.00%	8.00%	8.00%	8.00%	8.00%
No restricted cash													

LONG TERM FINANCIAL PLAN - 2024-2033													
	FINANCIAL RATIOS												
	2022	2023	2024	2024	2025	2026	2027	2028	2029	2030	2031	2032	2033
	Actual	Actual	Original Budget	Revised Budget Q2	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast
Operating Ratio													
<i>This ratio measures Council's ability to contain operating expenditure within operating revenue</i>	0.14%	10.12%	0.00%	0.07%	1.25%	3.26%	2.98%	4.47%	5.48%	6.71%	7.77%	8.97%	10.04%
<i>Benchmark - Greater than 0% (operating revenue excl. capital grants and contributions - operating expenses) / operating revenue excluding capital grants and contributions</i>													
Cash Expense Cover Ratio													
<i>This ratio indicates the number of months Council can continue paying for its immediate expenses without additional cash inflow</i>	9.22	8.77	4.13	3.37	4.44	4.28	5.32	5.26	6.39	6.85	8.23	8.88	10.42
<i>Benchmark - Greater than 3.0 months  (current year's cash and cash equivalents / (total expenses - depreciation - interest costs) * 12</i>													
Current Ratio													
<i>This ratio represents Council's ability to meet debt payments as they fall due. It should be noted that Council's externally restricted assets will not be available as operating funds and as such can significantly impact Council's ability to meet its liabilities.</i>	2.41	1.99	1.56	2.10	2.24	2.20	2.91	2.83	3.56	4.53	5.23	6.07	7.27
<i>Benchmark - Greater than 1.5 current assets / current liabilities</i>													
Unrestricted Current Ratio													
<i>To assess the adequacy of working capital and its ability to satisfy obligations in the short term for the unrestricted activities of Council.</i>	3.12	1.91	1.77	2.61	2.73	2.69	3.90	3.73	3.10	4.02	4.75	5.30	6.46
<i>Benchmark - Greater than 1.5 current assets less all external activities/ current liabilities, less specific purpose liabilities</i>													
Own Source Operating Revenue													
<i>This ratio measures the level of Council's fiscal flexibility. It is the degree of reliance on external funding sources such as operating grants and contributions. Council's financial flexibility improves the higher the level of its own source revenue</i>	64.65%	68.79%	72.93%	45.33%	73.09%	73.01%	72.74%	72.94%	73.03%	73.18%	73.29%	73.46%	73.58%
<i>Benchmark - Greater than 60%  rates, utilities and charges / total operating revenue (inclusive of capital grants and contributions)</i>													
Debt Service Cover Ratio													
<i>This ratio measures the availability of cash to service debt including interest, principal, and lease payments</i>	3.66	4.77	3.71	3.72	4.18	4.65	4.68	4.35	4.41	7.50	9.93	10.48	10.32
<i>Benchmark - Greater than 2.0 operating result before interest and depreciation (EBITDA) / principal repayments +borrowing interest costs</i>													
Interest Cover Ratio													
<i>This ratio indicates the extent to which Council can service its interest bearing debt and take on additional borrowings. It measures the burden of the current interest expense upon Council's operating cash</i>	10.30	13.85	9.99	10.02	13.15	16.11	17.97	21.90	25.66	31.05	37.46	45.13	40.82
<i>Benchmark - Greater than 4.0 operating result before interest and depreciation (EBITDA) / interest expense</i>													
Capital Expenditure Ratio													
<i>This ratio indicates the extent to which Council is forecasting to expand its asset base with capital expenditure spent on both new assets and replacement and renewal of existing assets</i>	2.28	1.49	2.11	8.71	1.10	1.10	1.10	1.10	1.10	1.10	1.10	1.10	1.10
<i>Benchmark - Greater than 1.1 annual capital expenditure / annual depreciation</i>													



## POLICY AND GENERAL COMMITTEE

February 9, 2024

**ITEM 3****BROKEN HILL CITY COUNCIL REPORT NO. 19/24****SUBJECT:** INVESTMENT REPORT FOR JANUARY 2024D24/7402**Recommendation**

1. That Broken Hill City Council Report No. 19/24 dated February 9, 2024, be received.

**Executive Summary:**

The *Local Government (General) Regulation 2021* (Part 9, Division 5, Clause 212), effective from 1 September 2021, requires the Responsible Accounting Officer of a Council to provide a written report setting out details of all monies that have been invested under Section 625 (2) of the *Local Government Act 1993*, as per the Minister's Amended Investment Order gazetted 11 March 2011. The Responsible Accounting Officer must also include in the report, a certificate as to whether the investment has been made in accordance with the Act, the Regulations and the Council's Investment Policy.

As at 31 January 2024, Council's Investment Portfolio had a current market valuation of \$33,022,220 or principal value (face value) of \$32,609,032 and was compliant with policy and legislative requirements as per the below table.

**Report:**

Council's investments as at 31 January 2024 are detailed in Attachment 1.

Portfolio Summary		
Portfolio Performance vs. RBA Cash Rate	✓	Compliant with policy
Investment Policy Compliance		
Legislative Requirements	✓	Compliant with policy
Portfolio Credit Rating Limit	✓	Compliant with policy
Institutional Exposure Limits	✓	Compliant with policy
Term to Maturity Limits	✓	Compliant with policy

**Market Review****Global issues:****Global issues:**

- In its latest economic outlook, the International Monetary Fund projected global growth of 3.1% this year — the same pace as in 2023 and an upgrade from its previous forecast of 2.9%. Predictions of a global recession have receded, with inflation easing faster than economists anticipated. Central bankers, including the US Federal Reserve, are expected to begin cutting interest rates in the coming months.

- Middle East problems and possible supply side threats (including from higher shipping costs flowing from the Red Sea problems) along with still sticky services inflation could pose short term risks to the fall in inflation.
- In the US, the economy performed very strongly in the second half of 2023 despite rising interest rates. In the December quarter, Gross Domestic Product (GDP) grew by an annualised 3.3% pace beating expectations of a 2% increase. However, the nation's GDP is expected to weaken over the course of 2024.
- US inflation rose to 3.4% year over year (yoy) in December with higher-than-expected energy and food prices and still sticky services inflation. But the trend remains down with more declines likely in the months ahead as high increases in January and February last year drop out of annual calculations.
- While the struggling Chinese property market continues to be a drag on the nation's overall economic growth, the high profile bankruptcy ruling in Hong Kong against Evergrande, once the jewel of China's property sector, is expected to have only marginal repercussions globally.
- Global (and domestic) shares and bonds performed had another solid month in January as inflation pressures continued their downward trend in many countries and talk of interest rate cuts becomes a common theme. Australian shares gained over 1% over the month and its rolling 12 month return is over 7%. US and European markets both gained 1.7% in January resulting in rolling annual returns of 20% and 11% respectively.

### **Domestic issues**

- Inflation fell more than economists expected for the quarter ending December. The CPI slowed to 0.6% in the Dec quarter taking the year-over-year figure to 4.1%, down from 5.4% for yoy September.
- This is the smallest quarterly rise since March 2021, and annual inflation has fallen from a peak of 7.8% a year ago. The main contributors to the fall were Clothing & Footwear while the Insurance, Alcohol & Tobacco, Housing, and Health sectors all recorded increases of over 5% over the past 12 months.
- While Australian inflation is higher than that in the US and Europe this mainly reflects the fact that it lagged on the way up, lagged by around 3 to 6 months at the top and so is lagging on the way down.

### **Interest rates**

- With no RBA Board meeting in January, the RBA's official cash rate remained at 4.35%.
- The softer-than-expected inflation results released at the end of the month raised expectations that the RBA's most aggressive monetary policy tightening cycle in 30 years is coming to an end and that rate cuts could be coming in the second half of the year.
- The market is pricing in as much as 80bps in rate cuts by mid-2025:
- In January, term deposit rates were little changed from last month, with the exception of the 1 to 2 year range where rates dropped off by 10-20 basis points as the market continues to adjust its pricing to reflect a reprieve from any further rate hikes in this cycle and projection of interest rate cuts starting this year.

### **Investment Portfolio Commentary**

Council's investment portfolio returned 5.47%pa (0.45% actual) for the month on a marked-to-market basis versus the bank bill index benchmark's 4.44%pa (0.37% actual) return. Over the past 12 months, the investment portfolio has returned 4.37% versus the bank bill index benchmark's 4.00%.

The NSW TCorpIM Medium Term Fund (+0.77% actual) had another good return for the month aided largely by continuing strong performance in global share markets as easing inflation pressures are providing a boost to confidence.

During January, Council had a \$1m 7 month Suncorp Bank term deposit mature which had been paying 5.50%pa. There were no new deposits made during the month.

Council has a well-diversified portfolio invested predominantly among a range of term deposits from highly rated Australian banks. Council also has exposure to a wide range of asset classes, including senior ranked fixed and floating rate notes, listed property and international and domestic shares via the NSW TCorp Medium Term Growth Fund. It is expected that Council's portfolio will achieve above benchmark returns over the medium/long term with prudent investment selection.

### ***Council's Portfolio by Source of Funds – January 2024***

As at 31 January 2024, Council's Investment Portfolio had a current market valuation of \$33,022,220 or principal value (face value) of \$32,609,032 and was compliant with policy and legislative requirements as per the table above.

	Source of Funds	Principal Amount
<b>GENERAL Fund</b>	Operating Capital & Internal Restrictions	\$16,602,172
	Royalties Reserve	\$604,151
	Domestic Waste Management Reserve	\$4,379,846
	Grants	\$11,022,863
	<b>TOTAL PORTFOLIO</b>	<b>\$32,609,032</b>

### ***Certificate by Responsible Accounting Officer***

All investments have been placed in accordance with Council's Investment Policy, Section 625 of the *Local Government Act 1993* (as amended), the Revised Ministerial Investment Order gazetted 11 February 2011, Clause 212 of the *Local Government (General) Regulations 2005* and Third-Party Investment requirements of the then Department Local Government Circular 06-70. Council continues to obtain independent financial advice on its investment portfolio in accordance with the then Department of Local Government Circular of 16 September 2008.

### **Community Engagement:**

Nil

### **Strategic Direction:**

- Key Direction 4: Our Leadership
- Objective 4.1: Openness and Transparency in Decision Making
- Action 4.1.1 Maintain good governance and best practice methods and ensure compliance with various guidelines and legislation.

### **Relevant Legislation:**

This report is provided for Council's consideration in compliance with the requirements of *Part 9, Division 5, Clause 212 of the Local Government (General) Regulations 2021*.

**Financial Implications:**

The recommendation has no financial impact.

**Attachments**

1. [↓](#) January 2024 Investment Report

SIMON BROWN  
DIRECTOR FINANCE AND COMMERCIAL

JAY NANKIVELL  
GENERAL MANAGER



Investment Summary Report  
January 2024

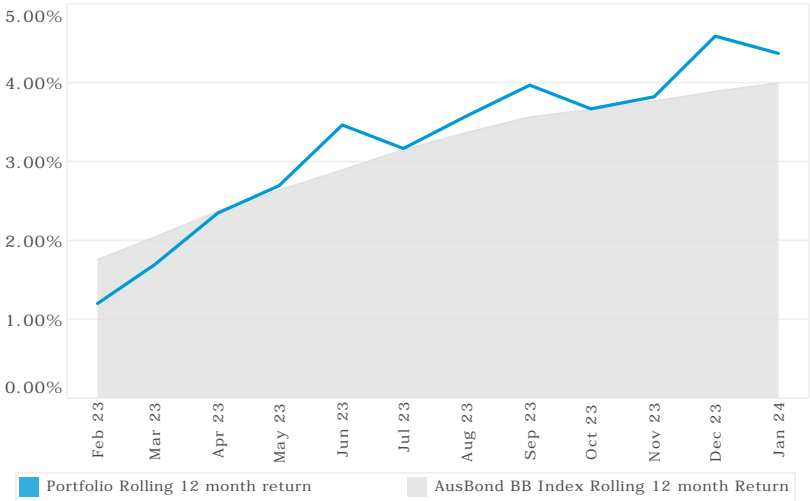


BROKEN HILL CITY COUNCIL  
Executive Summary - January 2024



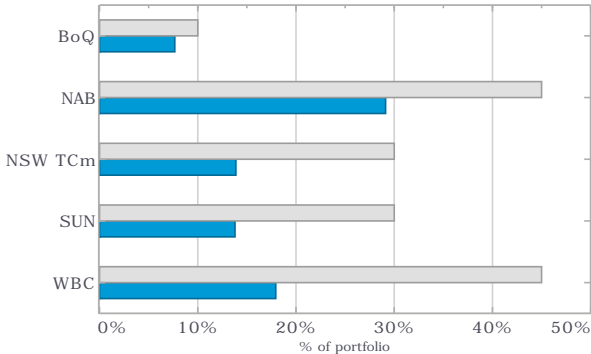
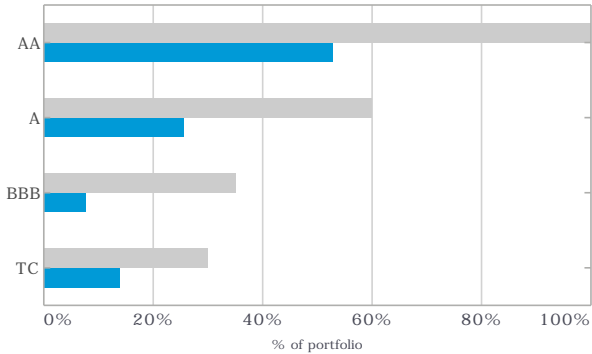
Investment HoldingsInvestment Performance

	Face Value (\$)	Current Value (\$)
Cash	11,584,038	11,584,038
Managed Funds	4,524,994	4,524,994
Term Deposit	16,500,000	16,913,188
	32,609,032	33,022,220



Investment Policy Compliance

Total Credit ExposureIndividual Institutional ExposuresTerm to Maturities



	Face Value (\$)	Policy Max
Between 0 and 1 years	32,609,032	100% 100% a
	32,609,032	

Specific Sub Limits			
Between 5 and 10 year:	0	0%	30% a



BROKEN HILL CITY COUNCIL  
Investment Holdings Report - January 2024

## Cash Accounts

Face Value (\$)	Current Rate (%)	Institution	Credit Rating	Current Value (\$)	Deal No.	Reference
1,896,161.10	0.0000%	Westpac Group	AA-	1,896,161.10	473409	Cheque
3,838,615.37	4.8429%	Macquarie Bank	A+	3,838,615.37	540354	Accelerator
5,849,261.66	5.3000%	Westpac Group	AA-	5,849,261.66	535442	90d Notice
11,584,038.13	4.2810%			11,584,038.13		

## Managed Funds

Face Value (\$)	Monthly Return (%)	Institution	Credit Rating	Funds Name	Current Value (\$)	Deal No.	Reference
4,524,993.97	0.7655%	NSW T-Corp (MT)	TCm	Medium Term Growth Fund	4,524,993.97	536441	
4,524,993.97	0.7655%				4,524,993.97		

## Term Deposits

Maturity Date	Face Value (\$)	Current Rate (%)	Institution	Credit Rating	Purchase Price (\$)	Purchase Date	Current Value (\$)	Deal No.	Accrued Interest (\$)	Next Interest Date	Reference
6-Feb-24	1,000,000.00	5.5500%	Bank of Queensland	BBB+	1,000,000.00	4-Jul-23	1,032,235.62	544288	32,235.62	At Maturity	
23-Feb-24	2,000,000.00	5.5000%	Suncorp Bank	A+	2,000,000.00	29-Jun-23	2,065,397.26	544274	65,397.26	At Maturity	
5-Mar-24	500,000.00	4.4700%	National Australia Bank	AA-	500,000.00	5-Apr-23	518,492.33	543995	18,492.33	At Maturity	
5-Mar-24	1,000,000.00	5.5100%	National Australia Bank	AA-	1,000,000.00	5-Jul-23	1,031,852.33	544292	31,852.33	At Maturity	
6-Mar-24	1,000,000.00	5.5000%	Suncorp Bank	A+	1,000,000.00	6-Jul-23	1,031,643.84	544296	31,643.84	At Maturity	
20-Mar-24	500,000.00	5.2000%	National Australia Bank	AA-	500,000.00	16-Aug-23	512,038.36	544393	12,038.36	At Maturity	
27-Mar-24	2,000,000.00	5.4500%	National Australia Bank	AA-	2,000,000.00	28-Jun-23	2,065,101.37	544239	65,101.37	At Maturity	
9-Apr-24	500,000.00	5.1700%	National Australia Bank	AA-	500,000.00	5-Sep-23	510,552.47	544469	10,552.47	At Maturity	
9-Apr-24	500,000.00	5.2000%	Bank of Queensland	BBB+	500,000.00	6-Dec-23	504,060.27	544700	4,060.27	At Maturity	
9-Apr-24	1,000,000.00	4.4700%	National Australia Bank	AA-	1,000,000.00	5-Apr-23	1,036,984.66	543996	36,984.66	At Maturity	
16-Apr-24	1,000,000.00	5.1600%	National Australia Bank	AA-	1,000,000.00	19-Sep-23	1,019,084.93	544514	19,084.93	At Maturity	
23-Apr-24	500,000.00	5.4600%	Suncorp Bank	A+	500,000.00	26-Jul-23	514,210.96	544336	14,210.96	At Maturity	
14-May-24	500,000.00	5.1500%	Bank of Queensland	BBB+	500,000.00	10-Oct-23	508,042.47	544572	8,042.47	At Maturity	
14-May-24	500,000.00	5.2200%	National Australia Bank	AA-	500,000.00	11-Aug-23	512,442.19	544380	12,442.19	At Maturity	



BROKEN HILL CITY COUNCIL  
Investment Holdings Report - January 2024



Maturity Date	Face Value (\$)	Current Rate (%)	Institution	Credit Rating	Purchase Price (\$)	Purchase Date	Current Value (\$)	Deal No.	Accrued Interest (\$)	Next Interest Date	Reference
12-Jun-24	500,000.00	5.1700%	National Australia Bank	AA-	500,000.00	12-Dec-23	503,611.92	544714	3,611.92	At Maturity	
17-Jun-24	500,000.00	5.1700%	National Australia Bank	AA-	500,000.00	19-Dec-23	503,116.16	544752	3,116.16	At Maturity	
18-Jun-24	500,000.00	5.1300%	Suncorp Bank	A+	500,000.00	14-Dec-23	503,443.42	544723	3,443.42	At Maturity	
25-Jun-24	500,000.00	5.2500%	Bank of Queensland	BBB+	500,000.00	28-Sep-23	509,061.64	544543	9,061.64	At Maturity	
9-Jul-24	500,000.00	5.2800%	Suncorp Bank	A+	500,000.00	5-Dec-23	504,195.07	544699	4,195.07	At Maturity	
24-Sep-24	1,000,000.00	5.3500%	National Australia Bank	AA-	1,000,000.00	25-Sep-23	1,018,908.22	544523	18,908.22	At Maturity	
8-Oct-24	500,000.00	5.3000%	National Australia Bank	AA-	500,000.00	4-Oct-23	508,712.33	544558	8,712.33	At Maturity	
16,500,000.00		5.2742%			16,500,000.00			16,913,187.82	413,187.82		





BROKEN HILL CITY COUNCIL

Accrued Interest Report - January 2024



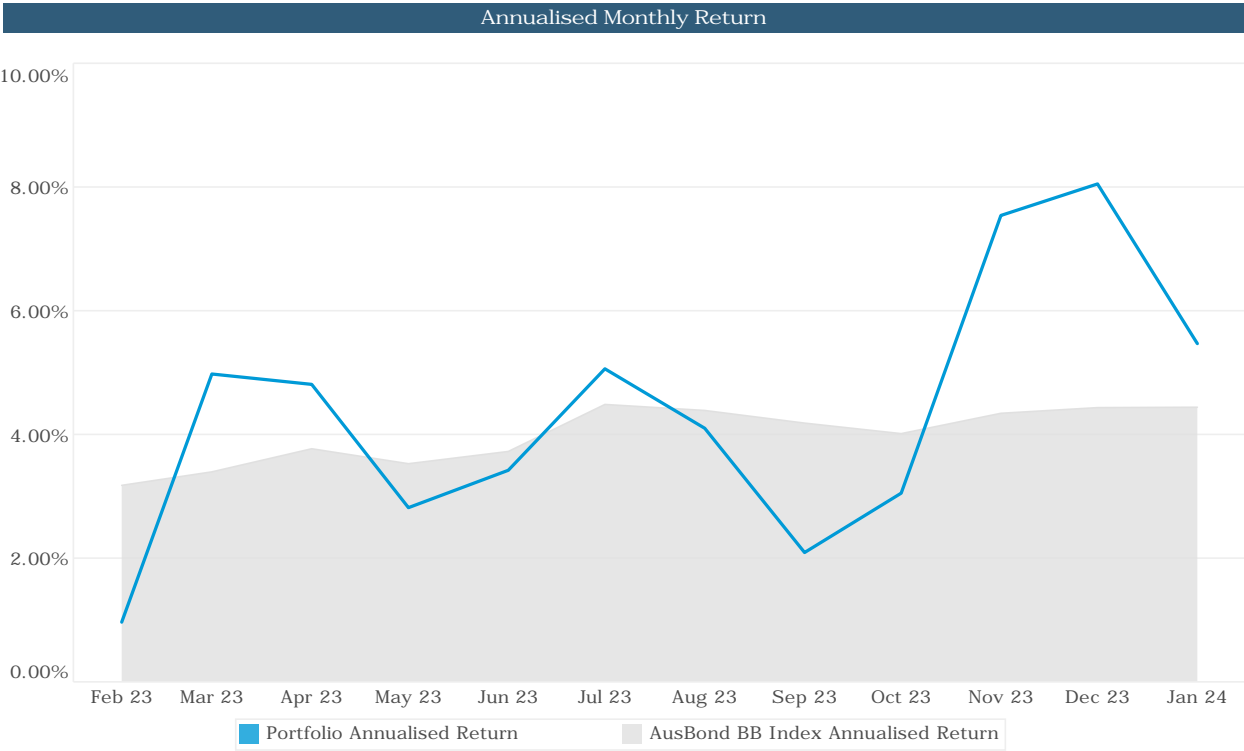
Investment	Deal No.	Comments	Face Value (\$)	Settlement Date	Maturity Date	Interest Received (\$)	Days	Interest Accrued (\$)	Yield (% pa)
Cash									
Macquarie Bank	540354					15,387.57	0	15,387.57	4.84%
Westpac Group	473409					0.00	0	0.00	0.00%
Westpac Group	535442					27,894.71	0	27,894.71	5.30%
						43,282.28		43,282.28	4.31%
Managed Funds									
NSW T-Corp Medium Term Growth Fund	536441				1-Jul-24	0.00	0	34,377.15	9.39%
						0.00		34,377.15	9.39%
Term Deposits									
Suncorp Bank	544273		1,000,000.00	29-Jun-23	24-Jan-24	31,493.15	23	3,465.75	5.50%
Bank of Queensland	544288		1,000,000.00	4-Jul-23	6-Feb-24	0.00	31	4,713.70	5.55%
Suncorp Bank	544274		2,000,000.00	29-Jun-23	23-Feb-24	0.00	31	9,342.47	5.50%
National Australia Bank	543995		500,000.00	5-Apr-23	5-Mar-24	0.00	31	1,898.22	4.47%
National Australia Bank	544292		1,000,000.00	5-Jul-23	5-Mar-24	0.00	31	4,679.73	5.51%
Suncorp Bank	544296		1,000,000.00	6-Jul-23	6-Mar-24	0.00	31	4,671.24	5.50%
National Australia Bank	544393		500,000.00	16-Aug-23	20-Mar-24	0.00	31	2,208.22	5.20%
National Australia Bank	544239		2,000,000.00	28-Jun-23	27-Mar-24	0.00	31	9,257.53	5.45%
Bank of Queensland	544700		500,000.00	6-Dec-23	9-Apr-24	0.00	31	2,208.22	5.20%
National Australia Bank	543996		1,000,000.00	5-Apr-23	9-Apr-24	0.00	31	3,796.44	4.47%
National Australia Bank	544469		500,000.00	5-Sep-23	9-Apr-24	0.00	31	2,195.48	5.17%
National Australia Bank	544514		1,000,000.00	19-Sep-23	16-Apr-24	0.00	31	4,382.46	5.16%
Suncorp Bank	544336		500,000.00	26-Jul-23	23-Apr-24	0.00	31	2,318.63	5.46%
Bank of Queensland	544572		500,000.00	10-Oct-23	14-May-24	0.00	31	2,186.99	5.15%
National Australia Bank	544380		500,000.00	11-Aug-23	14-May-24	0.00	31	2,216.71	5.22%
National Australia Bank	544714		500,000.00	12-Dec-23	12-Jun-24	0.00	31	2,195.48	5.17%
National Australia Bank	544752		500,000.00	19-Dec-23	17-Jun-24	0.00	31	2,195.48	5.17%
Suncorp Bank	544723		500,000.00	14-Dec-23	18-Jun-24	0.00	31	2,178.49	5.13%

BROKEN HILL CITY COUNCIL  
Accrued Interest Report - January 2024



Investment	Deal No.	Comments	Face Value (\$)	Settlement Date	Maturity Date	Interest Received (\$)	Days	Interest Accrued (\$)	Yield (% pa)
Bank of Queensland	544543		500,000.00	28-Sep-23	25-Jun-24	0.00	31	2,229.45	5.25%
Suncorp Bank	544699		500,000.00	5-Dec-23	9-Jul-24	0.00	31	2,242.19	5.28%
National Australia Bank	544523		1,000,000.00	25-Sep-23	24-Sep-24	0.00	31	4,543.84	5.35%
National Australia Bank	544558		500,000.00	4-Oct-23	8-Oct-24	0.00	31	2,250.69	5.30%
						31,493.15		77,377.41	5.28%
<u>Grand Totals</u>						<u>74,775.43</u>		<u>155,036.84</u>	<u>5.47%</u>

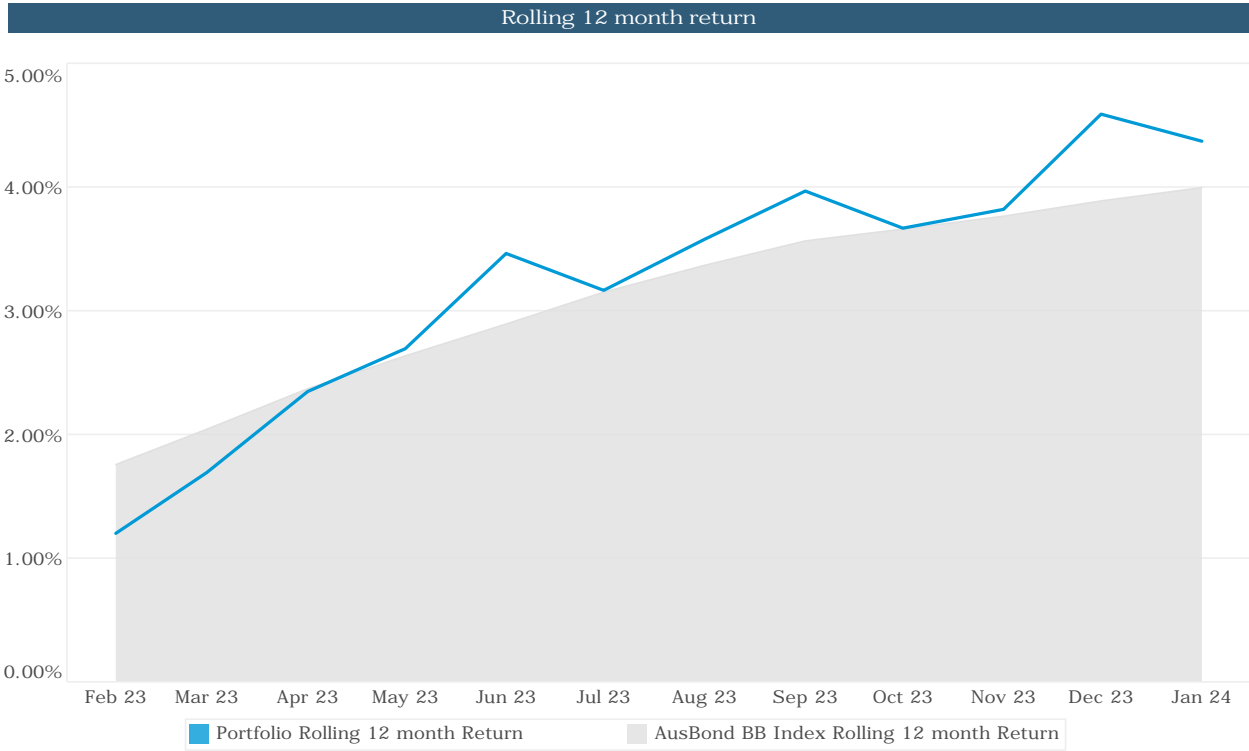
BROKEN HILL CITY COUNCIL  
Investment Performance Report - January 2024



Historical Performance Summary (% pa)			
	Portfolio	Annualised BB Index	Outperformance
Jan 2024	5.47%	4.44%	1.03%
Last 3 months	7.01%	4.41%	2.60%
Last 6 months	5.03%	4.30%	0.73%
Financial Year to Date	5.03%	4.33%	0.70%
Last 12 months	4.37%	4.00%	0.37%



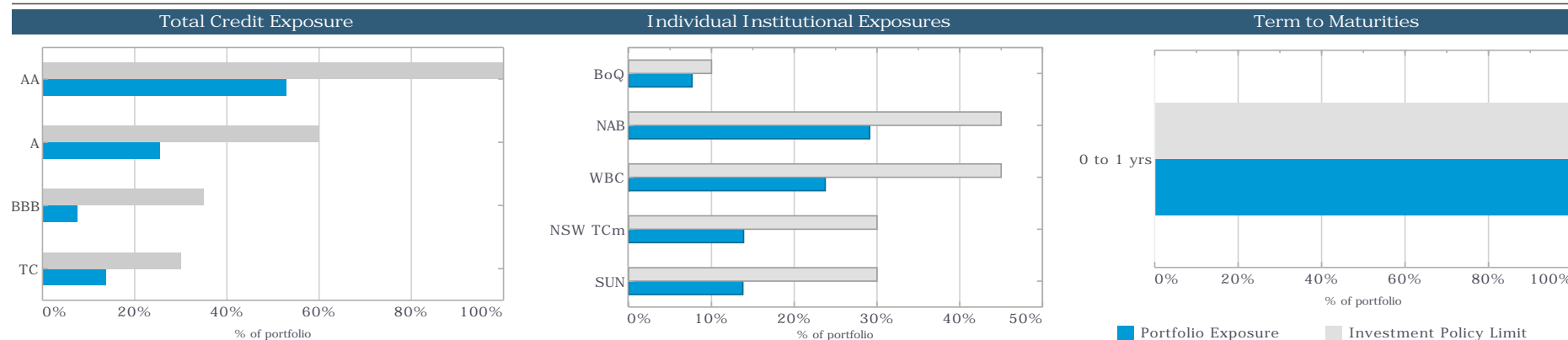
BROKEN HILL CITY COUNCIL  
Investment Performance Report - January 2024



Historical Performance Summary (% actual)			
	Portfolio	Annualised BB Index	Outperformance
Jan 2024	0.45%	0.37%	0.08%
Last 3 months	1.72%	1.09%	0.63%
Last 6 months	2.50%	2.15%	0.35%
Financial Year to Date	2.94%	2.53%	0.41%
Last 12 months	4.37%	4.00%	0.37%



# BROKEN HILL CITY COUNCIL Investment Policy Compliance Report - January 2024



Credit Rating Group	Face Value (\$)	Policy Max
AA	17,245,423	53% 100% a
A	8,338,615	26% 60% a
BBB	2,500,000	8% 35% a
TC	4,524,994	14% 30% a
	32,609,032	

Institution	% of portfolio	Investment Policy Limit
Bank of Queensland (BBB+)	8%	10% a
National Australia Bank (AA-)	29%	45% a
Westpac Group (AA-)	24%	45% a
NSW T-Corp (TCm)	14%	30% a
Suncorp Bank (A+)	14%	30% a
Macquarie Bank (A+)	12%	30% a

	Face Value (\$)	Policy Max
Between 0 and 1 years	32,609,032	100% a
	32,609,032	

Specific Sub Limits	Face Value (\$)	Policy Max
BBB+	2,500,000	8% 35% a

Specific Sub Limits	Face Value (\$)	Policy Max
Between 5 and 10 years	0	0% 30% a

Credit Rating	Current Longest Maturity (years)	Policy Max
AA+, AA, AA-	0.69	5.00 a
A+, A, A-	0.44	3.00 a
BBB+	0.40	3.00 a

a = compliant  
r = non-compliant

BROKEN HILL CITY COUNCIL

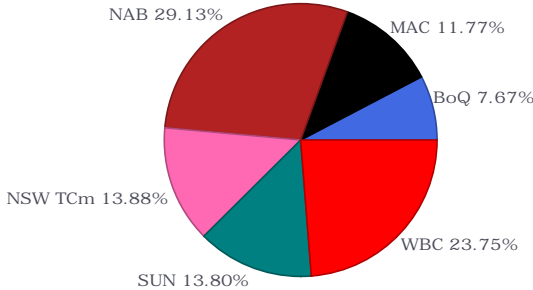
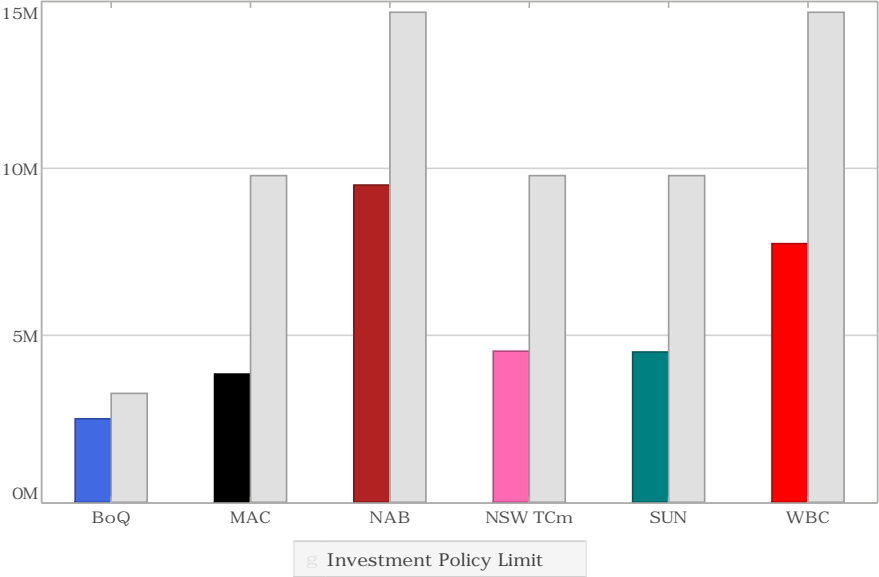
Individual Institutional Exposures Report - January 2024



Individual Institutional Exposures

Individual Institutional Exposure Charts

	Current Exposures		Policy Limit		Capacity
Bank of Queensland (BBB+)	2,500,000	8%	3,260,903	10%	760,903
Macquarie Bank (A+)	3,838,615	12%	9,782,710	30%	5,944,095
National Australia Bank (AA-)	9,500,000	29%	14,674,064	45%	5,174,064
NSW T-Corp (TCm)	4,524,994	14%	9,782,710	30%	5,257,716
Suncorp Bank (A+)	4,500,000	14%	9,782,710	30%	5,282,710
Westpac Group (AA-)	7,745,423	24%	14,674,064	45%	6,928,641
	32,609,032				



BROKEN HILL CITY COUNCIL  
Cashflows Report - January 2024

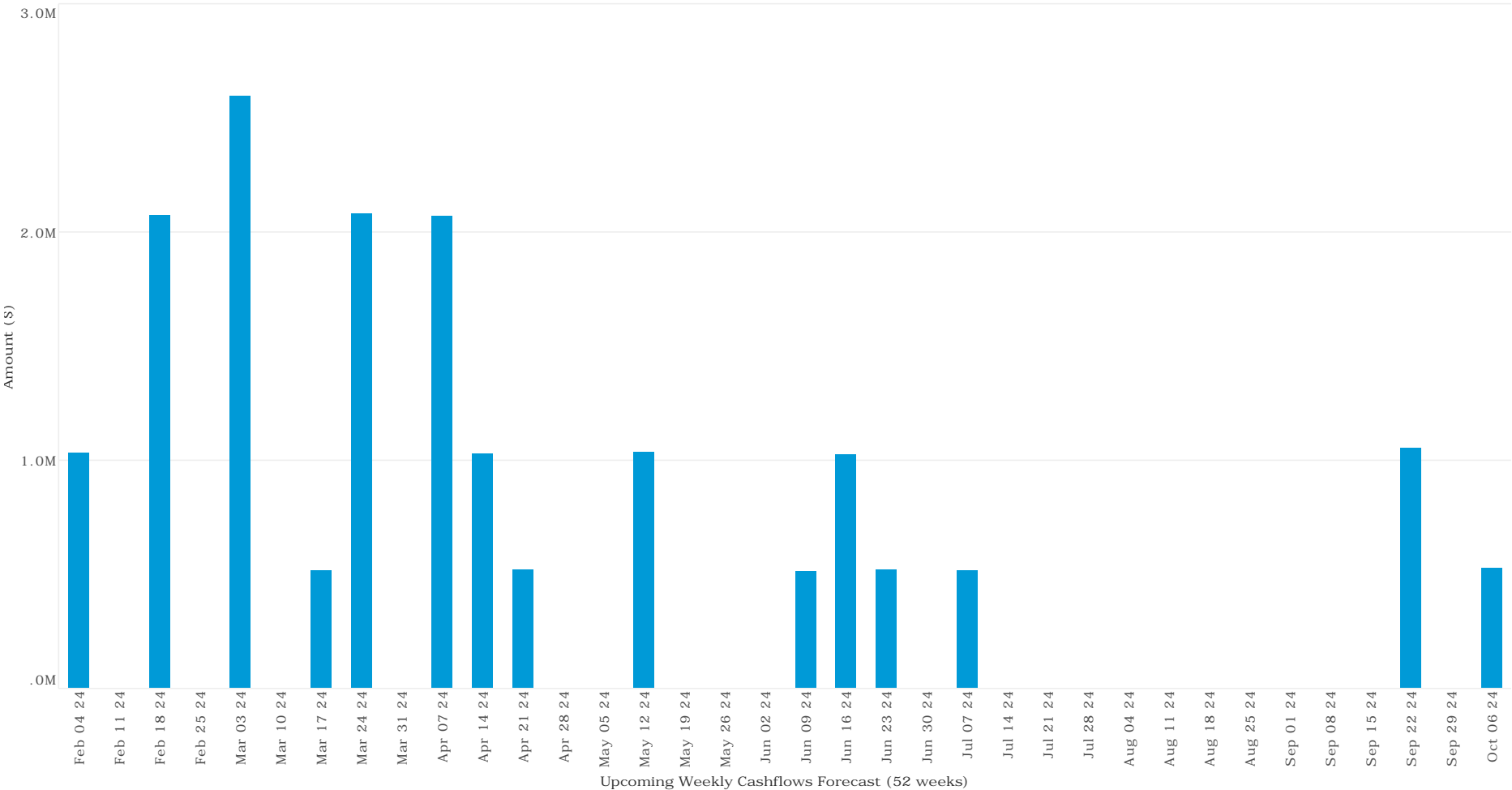


Actual Cashflows for January 2024					
Date	Deal No.	Cashflow Counterparty	Asset Type	Cashflow Description	Amount
24-Jan-24	544273	Suncorp Bank	Term Deposit	Maturity: Face Value	1,000,000.00
		Suncorp Bank	Term Deposit	Maturity: Interest Received/Paid	31,493.15
Deal Total					1,031,493.15
Day Total					1,031,493.15
Total for Month					1,031,493.15

Forecast Cashflows for February 2024					
Date	Deal No.	Cashflow Counterparty	Asset Type	Cashflow Description	Amount
6-Feb-24	544288	Bank of Queensland	Term Deposit	Maturity: Face Value	1,000,000.00
		Bank of Queensland	Term Deposit	Maturity: Interest Received/Paid	32,995.89
		Deal Total			1,032,995.89
				Day Total	1,032,995.89
23-Feb-24	544274	Suncorp Bank	Term Deposit	Maturity: Face Value	2,000,000.00
		Suncorp Bank	Term Deposit	Maturity: Interest Received/Paid	72,027.40
		Deal Total			2,072,027.40
				Day Total	2,072,027.40
				Total for Month	3,105,023.29

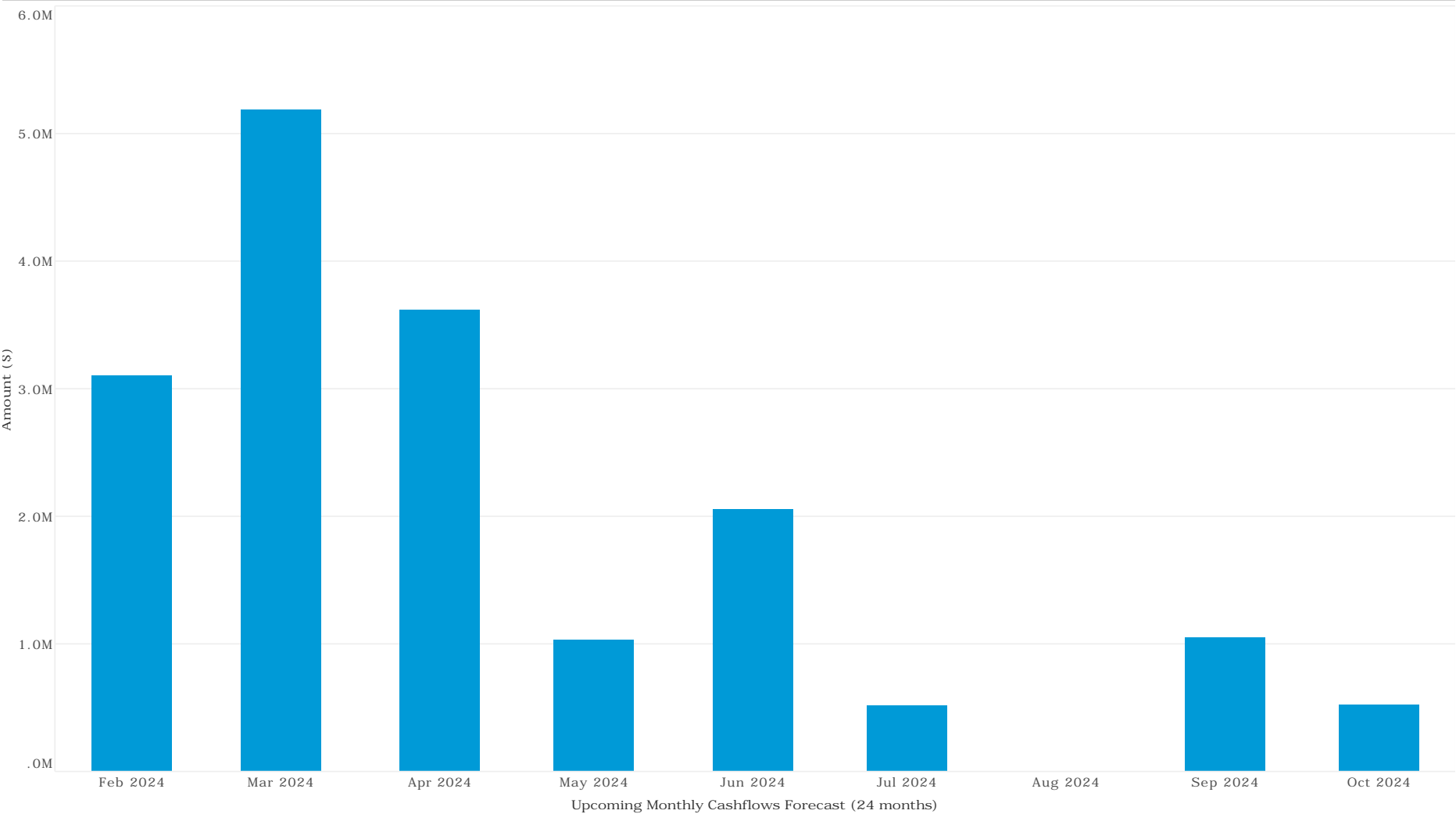


BROKEN HILL CITY COUNCIL  
Cashflows Report - January 2024





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