

LOCKHART RIVER ABORIGINAL SHIRE COUNCIL

ABN 55 631 460 952



Minutes of Ordinary Meeting of the Lockhart River Aboriginal Shire Council at the Lockhart River Council Chambers.

Date: Tuesday 31st January 2023

MINUTES

Present: Mayor Cr Wayne Butcher
Cr Dorothy Hobson – Deputy Mayor
Cr Karen Koko
Cr Alistair Bowie
Cr Norman Bally – Dialing in from Cairns Office

Visitors: nil

Opening and Venue: Mayor Cr Wayne Butcher opened the meeting at 9:55

Conflict of Interest:
Mayor called for any conflicts of interest to be declared.

Issue: **Minutes of the meeting of the 13th and 19th of October 2022**

Minutes for the meeting of the meeting of the 13th and 19th of October 2022 were tabled and discussed in detail.

Resolution 1: That the minutes for the meetings of the 13th and 19th of October 2022 be adopted as tabled.

Moved: **Cr. D. Hobson** **Seconded:** **Cr. A. Bowie**
All in favor motion passed

Issue: **Social Club operations and viability**

Council discussed the operations of the Social Club and the CEO tabled a short profit and loss from commencement to the 31st December 2022 compiled by Corporate Services Director Stanley Ugwiria based on the records provided by Social Club Manager Richard Stewart. Stanley advised he has been struggling to get source documentation from Richard on which to perform his analysis noting only one stocktake has been performed in the period and no selling price controls have been done. Once Council's reimbursable costs have been added, the Profit and Loss statement reveals a net loss of \$59 000.00 for trading thus far. This situation is deeply concerning as there are currently no lease fees factored in to the equation. At this point in time, there is little energy being shown by the Manager to attract more customers and a visible over staffing of the facility during operations.

Resolution 2: That Council work with the Board of the Social Club to map out a pathway to viability including commercial education required to raise the Board's operational awareness of their oversight task.

Moved: Cr: W. Butcher Seconded: Cr D. Hobson

All in favour Motion passed

Issue: Scam invoicing and recent systems security breach

Council was advised of a recent security breach that permitted the production of several scam invoices featuring Council format and letterhead being sent to Council business partners. The CEO tabled an example of an invoice to the Department of Transport and Main Roads valued at over \$2m to highlight the risk involved. The matter was quickly identified and resolved by our IT team but did highlight the need for upgraded caution. Council's systems were interrogated again and found to be sound. Note Council's last audit identified the potential for this to occur. Council engaged an independent IT firm to "war game" our system and it was found to be secure. The issue arose via an employee opening an email attachment and not a systems weakness.

Issue: Land Matters

There is confusion among TO groups as to roles and responsibilities over land. They need to get together to work out who makes decisions over land and who received the financial benefit from activities conducted on the land. Currently the Mangkuma Land Trust, Kaapay Kuyan PBC, and Nyimuchin Kanthanumpu are all claiming rights of some kind. Council is also unsure of the quantum of compensation owing to Traditional Owners, as there has been no guidance material produced. At this point Council has no capacity for accuracy when budgeting levels of compensation it should be carrying on its projects and contingent liabilities.

Resolution 3: That Council write to the Cape York Land Council requesting them to host a workshop/meeting to provide clarity on these matters.

Moved: Cr D. Hobson Seconded: Cr W. Butcher

All in favour Motion passed

Issue: Building Services Report – Reggie Edmond attending

Regis provided a run down to Council on his forward program and current challenges. The primary challenge seems to be a lack of tradespeople with a hot southern market proving more attractive to tradesmen than Cape communities. Essential we recruit if we are going to another apprentice intake and secure our ambitions to do the building on the sub-division over the next few years. Also note the new staff housing grant needs the right people on ground to deliver the program. Mayor Butcher thanks Reggie for his work and report.

Issue: Social Clubs application for a selective event with unlimited alcohol 19th February.

Council discussed the issue of an application made by the Social Club to Liquor Licensing that sought approval to host a Sunday, invitation only, event with unlimited alcohol. Council considered the matter and raised concerns about the elite entry and the unlimited availability of alcohol. Council does not support the application. Events should be open to all and alcohol should remain regulated.

Issue: Community Safety Plan, Thriving Communities Strategy, and Hot Grog strategy workshop.

Council has received funding to review the Community Safety Plan, Develop a Community approach to the Thriving Communities Agenda, and develop and implement a Hot Grog Strategy. Mayor proposed a workshop to consider all three matters cohesively in the week of the 13th of March. Relevant agencies, both internal and external, to be invited.

Issue: Women’s Group meeting feedback – Cr Karen Koko

Cr Koko briefed Council on the recent women’s event unfortunately reporting a poor roll up. Consideration will be given to introducing Bingo and other events to broaden appeal to the women. International Women’s Day is coming up and Cr Koko advised she will work with the Women’s Group on hosting an event or two and advise Council.

Issue: Audit Committee activity, QAO Closing Reports, and December 2022 Finance Report

Minutes of the Audit Committee meeting of 27th of October 2022 were tabled along with closing reports for both Council and the Aerodrome Company. The Finance Report for 31st of December was also tabled and discussed with guidance provided by Corporate Services Director, Stanley Mugwiria.

Resolution 4: That the Audit Committee Meeting minutes are noted;

That the Closing Reports from the Queensland Audit Office for both Council and the Lockhart River Aerodrome Company for the 2021 – 2022 Financial Year are noted;

That the Finance Report for the period to 31st December 2022 id accepted as tabled.

Moved: Cr D. Hobson Seconded: Cr A. Bowie

All in favour Motion passed

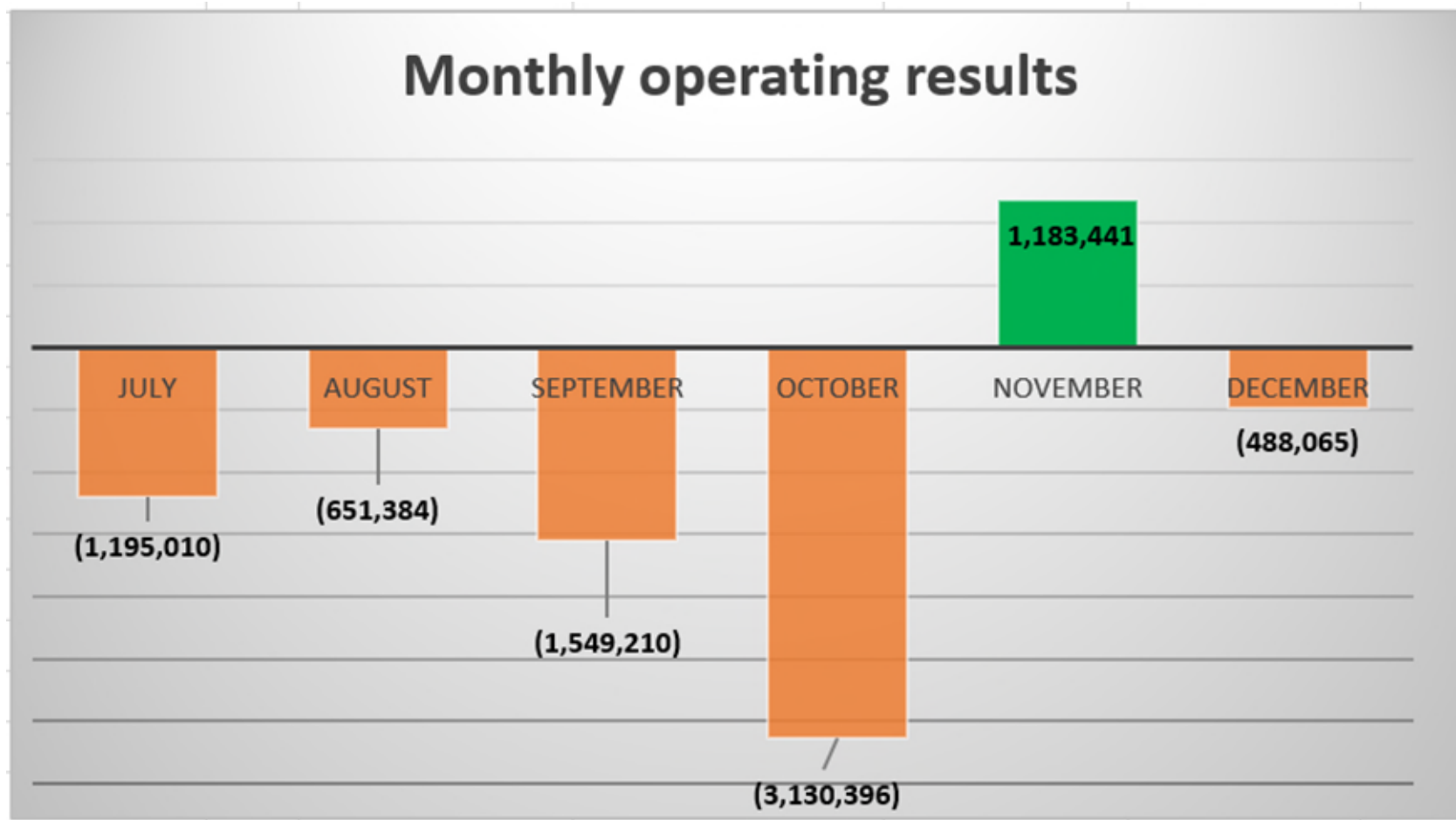
Issue: YARI and After School care programs

CEO advised Susan Warradoo has been doing a good job attracting significant numbers of kids to events with Geita Pascoe. Council may need to consider resourcing levels and hold dialogue with the Puuya Foundation to avoid program overlap. A whole of Community approach will be mapped out with them.

There being no further matters to discuss the Mayor closed the meeting at 4:15pm.

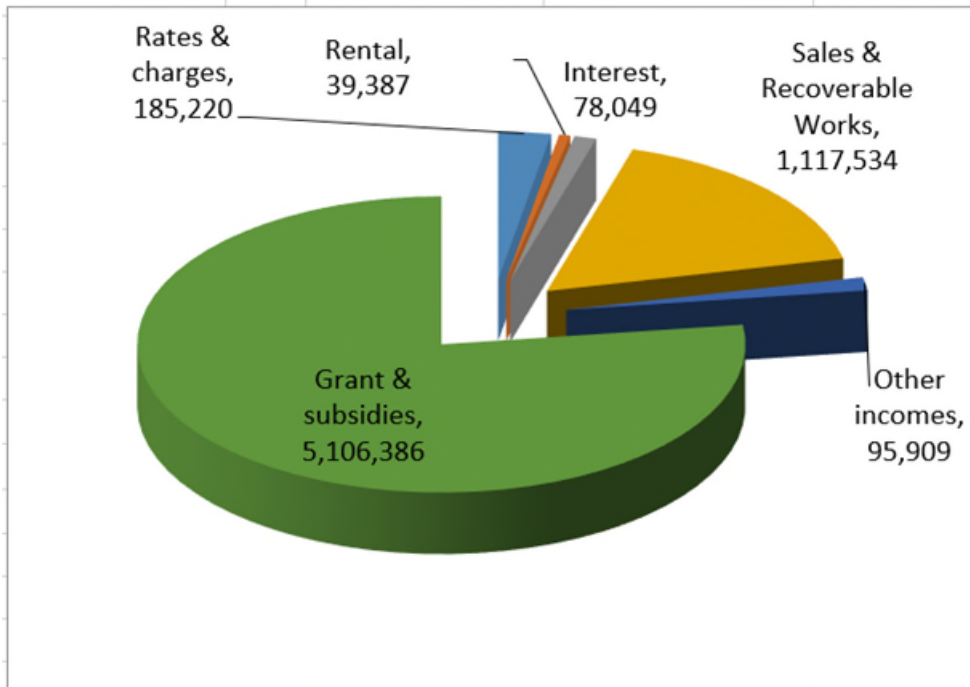
1. OPERATING PERFORMANCE

The cumulative operating deficit at 31 December improved to \$5,866,525 after six months of operations. This has been attributed to the shortfall from recoverable works and grants revenue.



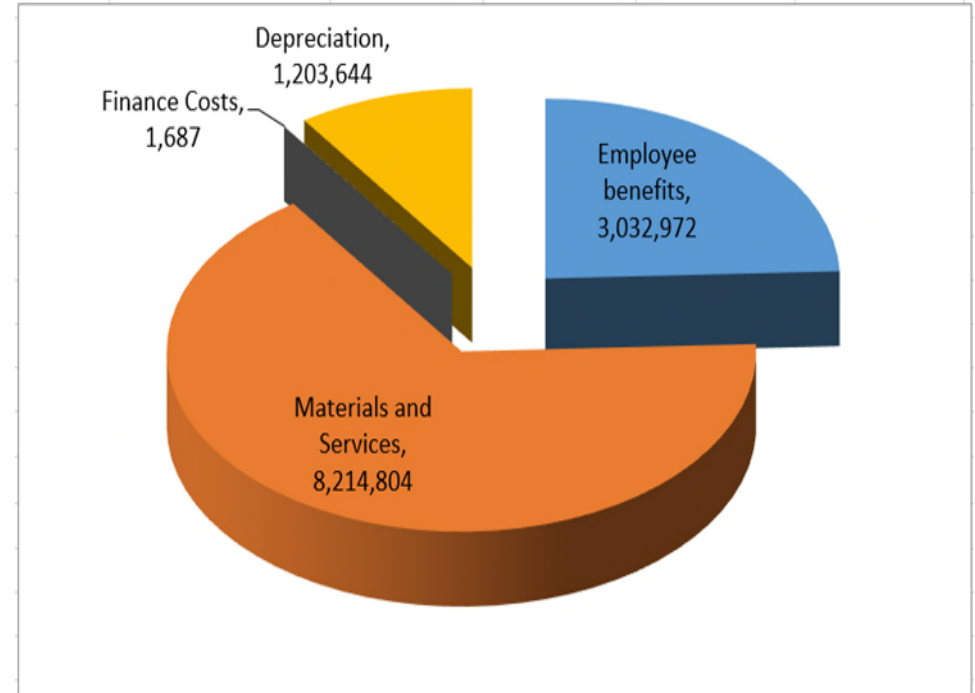
Actual performance analysis for the period

Operating revenue



Grants and subsidies make 77% of operating revenue whereas recoverable works improved to 17%.

Operating expenditure



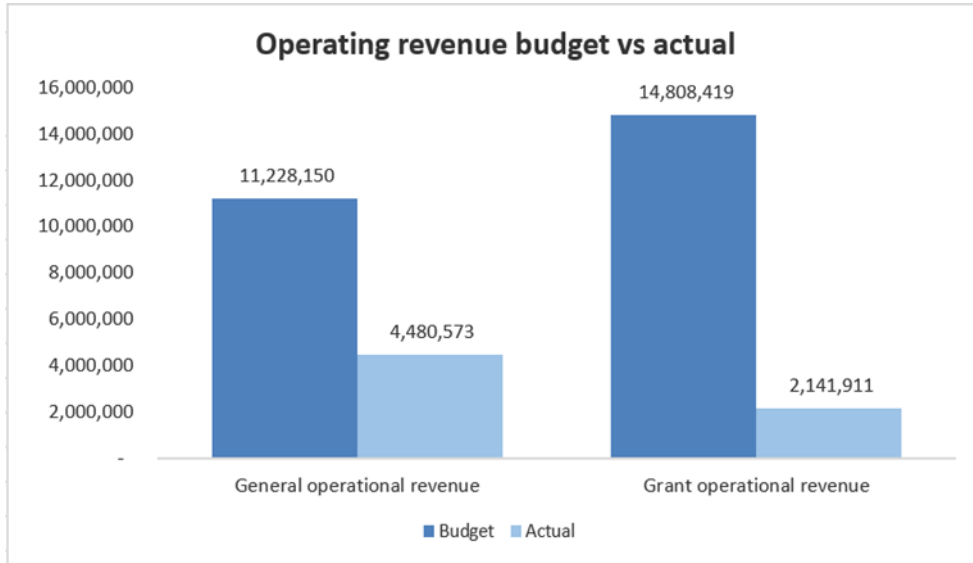
The operating expenditure is dominated by materials and services and employment costs.

SUMMARY FINANCE REPORT FOR THE PERIOD ENDED 31 DECEMBER 2022

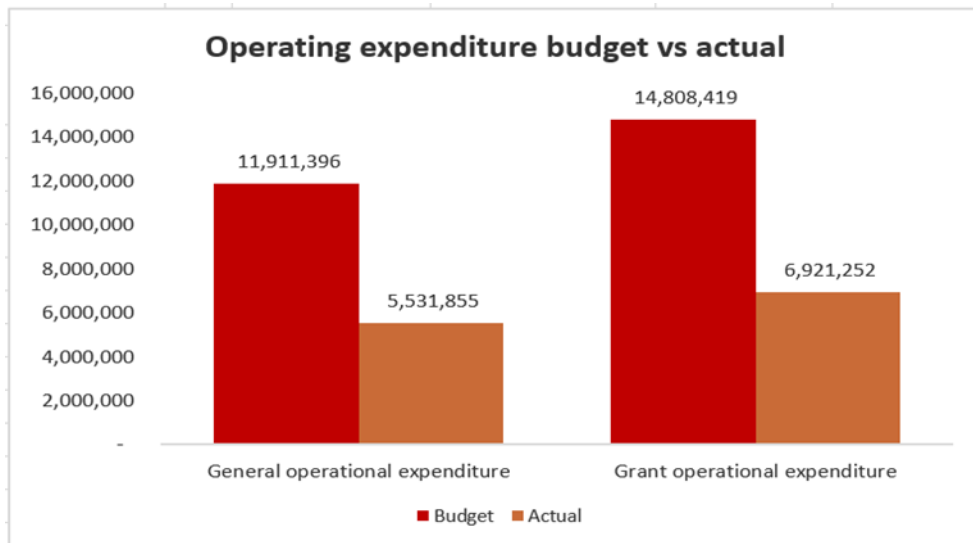
CUMULATIVE OPERATING RESULTS

	Actual YTD	Budget YTD	Total Budget (Revised)	Variance	
	Amount \$	Amount \$	Amount \$	Amount \$	
Operating Revenue					
Rates & charges	185,220	86,625	173,250	98,595	●
Rental	39,387	52,500	105,000	(13,113)	●
Interest	78,049	25,000	50,000	53,049	●
Sales and recoverable works	1,117,534	3,012,500	6,025,000	(1,894,966)	●
Other incomes	95,909	30,000	60,000	65,909	●
Grant & subsidies	5,106,386	9,686,660	19,373,319	(4,580,274)	●
	6,622,484	12,893,285	25,786,569	(6,270,801)	●
Operating expenditure					
Salaries & wages	2,299,672	2,863,448	5,726,895	563,776	●
Councillor remuneration	156,723	170,500	341,000	13,777	●
Leave entitlements	304,821	-	-	(304,821)	●
Superannuation	252,249	266,602	533,203	14,352	●
Other employee related expenses	52,882	20,000	40,000	(32,882)	●
Administrative supplies & services	455,996	665,390	1,330,780	209,394	●
Audit fees	-	40,000	80,000	40,000	●
Communications and IT	186,755	83,000	166,000	(103,755)	●
Consultants	41,011	77,500	155,000	36,489	●
Contractors	491,695	-	-	(491,695)	●
Donations paid	56,431	65,000	130,000	8,569	●
Insurance	497,642	227,000	454,000	(270,642)	●
Legal costs	2,383	22,500	45,000	20,118	●
Operating lease - rental	11,602	-	-	(11,602)	●
Other materials & services	85,472	25,000	50,000	(60,472)	●
Power	53,929	27,000	54,000	(26,929)	●
Repairs & maintenance	6,869,244	7,899,969	15,799,937	1,030,724	●
Subscriptions & registrations	66,284	32,500	65,000	(33,784)	●
Travel and accommodation	104,490	98,500	197,000	(5,990)	●
Finance costs	1,687	-	-	(1,687)	●
Depreciation & amortization	1,203,644	1,165,500	2,331,000	(38,144)	●
Internal allocation & recovery	(705,603)	(514,500)	(1,029,000)	191,103	●
	12,489,008	13,234,908	26,469,815	745,899	●
Operating results	(5,866,525)	(341,623)	(683,246)	(5,524,902)	●

Budget performance highlights



The **general operating revenue** earned/received was \$4,480,573 of the total expected \$11,228,150. On the other hand, the **grant operating revenue** received was \$2,141,911 of the \$14,808,419. Operating revenues recorded below half yearly targets by \$6,270,801 due to shortfall in grants and recoverable works revenue streams.



The reported **general operating expenditure** was \$5,531,855 out of the total budget of \$11,911,396 whereas **grant funded operational expenditure** recorded \$6,921,252 of the total \$14,808,419. The total operating expenditure for the half year was below budget by \$781,801.

In the overall, operating expenditure is within the target line.

COUNCIL OPERATIONAL FUNDING SCHEDULE

FOR THE PERIOD ENDED 31 DECEMBER 2022

	REVENUE			EXPENDITURE			SURPLUS/(DEFICIT)		Imp
	Actual		Budget	Actual		Budget	Actual	Budget	
ENGINEERING SERVICES									
Engineering Office	1,198	1%	200,000	140,181	70%	200,000	(138,983)	-	●
Road and Street Maintenance	-	0%	127,000	553,827	40%	1,402,000	(553,827)	(1,275,000)	●
Parks and Gardens	4,990	0%	15,000	243,405	57%	426,000	(238,415)	(411,000)	●
Batching Plant	4,107	1%	600,000	185,547	46%	400,000	(181,440)	200,000	●
Workshop Operations	8,433	34%	25,000	24,742	6%	434,000	(16,309)	(409,000)	●
Plant Hire Recoveries	-	0%	-	-	0%	0	-	-	●
COMMUNITY SERVICES									
Community Development Office	53,351	63%	85,000	45,868	61%	74,735	7,484	10,265	●
Indigenous Knowledge Centre-Libra	-	0%	-	-	0%	20,957	-	(20,957)	●
Men's Healing Centre	-	0%	-	-	0%	14,000	-	(14,000)	●
Youth At Risk (YARI)	-	0%	-	-	0%	12,000	-	(12,000)	●
Community Home Support HACC	-	0%	-	-	0%	11,000	-	(11,000)	●
CORPORATE SERVICES									
General Purpose Grants	2,323,660	51%	4,589,000	(66,128)	0%	-	2,389,787	4,589,000	●
Administration and Finance	90,740	101%	90,000	505,637	40%	1,267,000	(414,896)	(1,177,000)	●
Administration and Finance-LR	54,813	365%	15,000	282,627	48%	595,000	(227,814)	(580,000)	●
Australia Post	32,919	60%	55,000	43,557	79%	55,000	(10,639)	-	●
Council Warehouse	78,086	52%	150,000	194,681	52%	373,000	(116,595)	(223,000)	●
Council Buildings	-	0%	55,000	290,678	67%	434,000	(290,678)	(379,000)	●
Council Staff Housing	637,808	>100%	30,000	233,544	265%	88,000	404,264	(58,000)	●
Aerodrome	-	0%	-	435,246		-	(435,246)	-	●
GOVERNANCE and LEADERSHIP									
Council services	-	0%	-	257,912	52%	497,000	(257,912)	(497,000)	●
Community Support	4,857	0%	-	65,582	0%	163,000	(60,725)	(163,000)	●
Executive operations	-	0%	-	223,078	65%	344,000	(223,078)	(344,000)	●

ENVIRONMENTAL MANAGEMENT									
Essential Services Office	185,220	107%	173,250	33,803	169%	20,000	151,416	153,250	●
Waste Management	-	0%	98,900	150,066	0%	382,000	(150,066)	(283,100)	●
Water Supply	-	0%	-	182,977	76%	242,000	(182,977)	(242,000)	●
Sewerage Services	-	0%	-	53,677	29%	185,000	(53,677)	(185,000)	●
Environmental Health Officer	-	0%	-	-	0%	2,000	-	(2,000)	●
BUILDING SERVICES									
Building Services Office	-	0%	-	124,972	129%	97,000	(124,972)	(97,000)	●
BAS Maintenance Cost	124,295	25%	500,000	55,348	15%	357,704	68,947	142,296	●
Other Recoverable Works	874,726	20%	4,400,000	1,013,469	29%	3,500,000	(138,743)	900,000	●
Rental- Community Housing	1,372	7%	20,000	299,497	95%	315,000	(298,125)	(295,000)	●
SUMMARY COUNCIL GENERAL OPERATIONS									
	REVENUE			EXPENDITURE			SURPLUS/(DEFICIT)		
	Actual		Budget	Actual		Budget	Actual	Budget	
ENGINEERING SERVICES	18,728	2%	967,000	1,147,702	40%	2,862,000	(1,128,974)	(1,895,000)	●
COMMUNITY SERVICES	53,351	63%	85,000	45,868	35%	132,692	7,484	(47,692)	●
CORPORATE SERVICES	3,218,025	65%	4,984,000	1,877,905	67%	2,812,000	1,340,120	2,172,000	●
GOVERNANCE and LEADERSHIP	4,857	0%	-	546,572	54%	1,004,000	(541,715)	(1,004,000)	●
ESSENTIAL SERVICES	185,220	68%	272,150	420,523	51%	831,000	(235,304)	(558,850)	●
BUILDING SERVICES	1,000,393	20%	4,920,000	1,493,286	35%	4,269,704	(492,893)	650,296	●
TOTAL	4,480,573	40%	11,228,150	5,531,855	46%	11,911,396	(1,051,282)	(683,246)	●

OPERATIONAL GRANT FUNDING SCHEDULE

FOR THE PERIOD ENDED 31 DECEMBER 2022

	REVENUE			EXPENDITURE			SURPLUS/(DEFICIT)		ance imp
	Actual		Budget	Actual		Budget	Actual	Budget	
ENGINEERING SERVICES									
WIP - LRCI WORKS		0%	-	-	0%	-	-	-	●
WIP - LRCI WORKS	-	0%	-		0%	-	-	-	●
WIP - R2R WORKS	-	0%	-		0%	-	-	-	●
WIP - TCICA/CIMA	-	0%	-		0%	-	-	-	●
WIP-ATSI-TIDS Road Infrastructure	-	0%	-		0%	-	-	-	●
Cape York Regional Package 2	3,679,309	0%	-		0%	-	3,679,309	-	●
WIP-Work For Queensland (W4Q)	952,000	0%	-		0%	-	952,000	-	●
Queensland Reconstruction Authority	1,965,372	16%	12,318,033	5,984,826	49%	12,318,033	(4,019,454)	-	●
COMMUNITY SERVICES & DEVELOPMENT									
Indigenous Primary Health Care Services	107,344	50%	214,688	85,839	40%	214,688	21,505	-	●
IKC Community Library	22,925	92%	25,042	35,638	142%	25,042	(12,713)	-	●
Community Broadcasting Program-Radio	33,715	0%	33,715	1,947	0%	33,715	31,768	-	●
Lockhart River DFV Enhancements	9,810	0%	-	1,788	0%	-	8,022	-	●
Justice Group Operations	259,717	76%	342,953	118,841	35%	342,953	140,877	-	●
Mens' Healing Place -DOHA	70,814	52%	136,920	68,259	50%	136,920	2,555	-	●
Community Toolbox Project	30,000	100%	30,000	-	0%	30,000	30,000	-	●
Outside School Care - DEEWR	-	0%	60,309	31,412	52%	60,309	(31,412)	-	●
Youth Support-YARI - DOCS	101,516	55%	185,197	77,379	42%	185,197	24,137	-	●
Operations Exp-ICSRP/PCYC	-	0%	66,025	5,578	0%	66,025	(5,578)	-	●
First Start Program	-	0%	45,000	-	0%	45,000	-	-	●
Pytham Women's Shelter -DOCS	117,292	27%	436,729	215,783	49%	436,729	(98,491)	-	●
Pytham Women's Shelter-Men's Healing	-	0%	-	-	0%	-	-	-	●
National Disability Insurance Scheme (NDIS)	-	0%	149,890	6,928	0%	149,890	(6,928)	-	●
National Job Creation Package (NJCP)	36,840	0%	73,680	36,840	0%	73,680	-	-	●
Community Care DSQ	-	0%	49,718	13,821	0%	49,718	(13,821)	-	●
HACC Operations - DSQ	93,320	52%	179,582	93,625	52%	179,582	(305)	-	●
LR Indigenous Languages & Arts	46,660	0%	-	26,769	0%	-	19,891	-	●

CORPORATE SERVICES									
Centrelink Services	34,317	51%	67,000	5,895	9%	67,000	28,422	-	●
GOVERNANCE and LEADERSHIP									
SES Operations	13,551	16%	83,500	9,483	11%	83,500	4,068	-	●
Get Ready Queensland	-	0%	6,780	-	0%	6,780	-	-	●
Community Safety Plan & Service Enhancement	-	0%	125,000	-	0%	125,000	-	-	●
ESSENTIAL SERVICES									
Water Services	46,185	0%	-	-	0%	-	46,185	-	●
Sewerage Services	-	0%	-	-	0%	-	-	-	●
Environmental Health Officer (EHO)	95,816	54%	178,658	100,603	56%	178,658	(4,787)	-	●
SUMMARY GRANT FUNDED OPERATIONS									
	REVENUE			EXPENDITURE			SURPLUS/(DEFICIT)		
	Actual		Budget	Actual		Budget	Actual	Budget	
ENGINEERING SERVICES	6,596,681	54%	12,318,033	5,984,826	49%	12,318,033	611,855	-	●
COMMUNITY SERVICES	929,954	46%	2,029,448	820,446	40%	2,029,448	109,508	-	●
CORPORATE SERVICES	34,317	51%	67,000	5,895	9%	67,000	28,422	-	●
GOVERNANCE and LEADERSHIP	13,551	6%	215,280	9,483	4%	215,280	4,068	-	●
ESSENTIAL SERVICES	142,001	79%	178,658	100,603	56%	178,658	41,399	-	●
BUILDING SERVICES	-	0%	-	-	0%	-	-	-	●
TOTAL	7,716,503	52%	14,808,419	6,921,252	47%	14,808,419	795,251	-	●

2. CAPITAL OPERATIONS

Council received \$5,574,593 capital revenue whilst capital expenditure incurred to date was \$6,921,481. At the time reporting, the Council has lodged reimbursement claim of \$800,000 from CYRP programs whereas Cultural precinct under W4Q program exceeds budget by \$540,000.

CAPITAL OPERATIONS BUDGET PERFORMANCE					
Capital Revenue					
Funding program		Current year	Budget	Variance	
Monsoon Trough Flexible Funding Round 3		4,990	-	4,990	●
Local Roads Community Infrastructure Program (LRCIP)		-	162,000	(162,000)	●
Roads to Recovery (R2R)		-	81,000	(81,000)	●
ATSI/TIDS Infrastructure Program		-	455,000	(455,000)	●
Cape York Regional Package 2		3,679,309	2,894,827	784,482	●
W4Q 2021-24		952,000	1,335,745	(383,745)	●
QRA Betterment works		267,503	541,695	(274,192)	●
LGGSP New Staff Housing (2xduplexes)		624,605	2,082,017	(1,457,412)	●
ICCIP Water works - New subdivision		46,185	232,177	(185,992)	●
ICCIP Sewer Works - New subdivision		-	297,000	(297,000)	●
ATSI Housing and Homelessness Services (New Housing-Remote Capital P		-	1,916,351	(1,916,351)	●
Total capital revenue available	-	5,574,593	9,997,812	(4,423,219)	
Capital expenditure					
		Actual	Budget	Variance	
Buildings		30,579	420,000	389,421	●
Housing		258,610	4,877,125	4,618,515	●
Other assets		1,806,741	1,335,745	(470,996)	●
Office equipment		3,090	44,000	40,910	●
Plant & Equipment		37,766	740,000	702,234	●
Road Infrastructure		4,822,461	4,134,522	(687,939)	●
Sewer infrastructure		-	792,477	792,477	●
Water infrastructure		-	-	-	●
Total capital expenditure		6,959,248	12,343,869	5,384,621	
Net capital results		(1,384,655)			

DETAILED CAPITAL EXPENDITURE

CAPITAL EXPENDITURE REPORT FOR THE PERIOD ENDED 31 DECEMBER 2022

			TOTAL COST TO DATE				THIS YEAR			
Type	Funding		Total Budget	Total Actual	Total Variance	Impact	Annual Budget	Actual YTD	Variance	Impact
BUILDINGS (>\$10,000)			420,000	-	420,000		420,000	30,579	389,421	
Old Canteen Building - Entrance awning (WBC016)			20,000	-	20,000	●	20,000	5,279	14,721	●
Old Canteen Store - re roofing)			21,000	-	21,000	●	21,000	25,300	(4,300)	●
Library Building works			24,000	-	24,000	●	24,000	-	24,000	●
Mechanical workshop renovations			86,000	-	86,000	●	86,000	-	86,000	●
Warehouse roof and wall works (WBC005)			19,000	-	19,000	●	19,000	-	19,000	●
Council admin building- major renovations			250,000	-	250,000	●	250,000	-	250,000	●
HOUSING (>\$10,000)			4,937,125	554,459	4,382,666		4,877,125	258,610	4,618,515	
Carpenter's house - major repair (WBS084)	Renewal	Council	200,000	60,559	139,441	●	140,000	3,300	136,700	●
Fence Structure (BDM/SEW Donga) (WBS210/211)			30,000	-	30,000	●	30,000	-	30,000	●
Garden Shed - CEO residence			10,000	-	10,000	●	10,000	-	10,000	●
Garden Shed - Painter/Mechanic Duplex			20,000	-	20,000	●	20,000	-	20,000	●
Drive Structure - Painter/Mechanic Duplex			40,000	-	40,000	●	40,000	-	40,000	●
New staff housing (1x2 bed duplex and 1x3 bed duplex)			2,191,597	-	2,191,597	●	2,191,597	-	2,191,597	●
New subdivision	Renewal	Council	1,916,351	379,027	1,537,324	●	1,916,351	140,437	1,775,914	●
ICCIP Water supply& Sewerage - New subdivision	New	State	529,177	114,873	414,304	●	529,177	114,873	414,304	●
OTHER STRUCTURES (>\$10,000)			3,210,000	3,919,586	(768,090)		1,335,745	1,806,741	(470,996)	
Cultural Precinct Phase 1			1,000,000	941,496	(58,504)	●	-	22,134	(22,134)	●
Cultural Precinct Phase 2-COVID (W4Q COVID)	New	State	1,000,000	1,299,198	(299,198)	●	-	597,470	(597,470)	●
Cultural Precinct Phase 3 (W4Q 21-24)	Renewal	State	500,000	986,007	(486,007)	●	876,173	983,269	(107,096)	●
Water park furniture			-	1,600	(1,600)	●	-	1,600	(1,600)	●
Oval upgrade - get playing places and spaces program (Sports	Renewal	State	-	16,076	(16,076)	●	-	16,076	(16,076)	●
Electronic Community Signage			-	4,245	(4,245)	●	-	4,245	(4,245)	●
Community BBQ Sheds (W4Q 19-21)	New	State	-	24,463	(24,463)	●	-	24,463	(24,463)	●
Car Park installation at the Social Hub (W4Q 21-24)	Renewal	State	100,000	-	100,000	●	100,000	-	100,000	●
Fencing of Workshop, Concrete Batching, Rubbish Dump (W4	Renewal	State	110,000	120,855	(10,855)	●	30,405	41,260	(10,855)	●
Shed for heavy plant and equipment (W4Q 21-24)	New	State	500,000	287,057	212,943	●	329,167	116,225	212,942	●
OFFICE FURNITURE & EQUIPMENT (>\$5,000)			44,000	3,090	40,910		44,000	3,090	40,910	
Survey equipment			-	3,090	(3,090)	●	-	3,090	(3,090)	●
Office printer - Cairns Office	Renewal	Council	8,000	-	8,000	●	8,000	-	8,000	●
LR Business Knowledge and Resources Centre (Furniture and F	New	State	36000	-	36,000	●	36,000	-	36,000	●

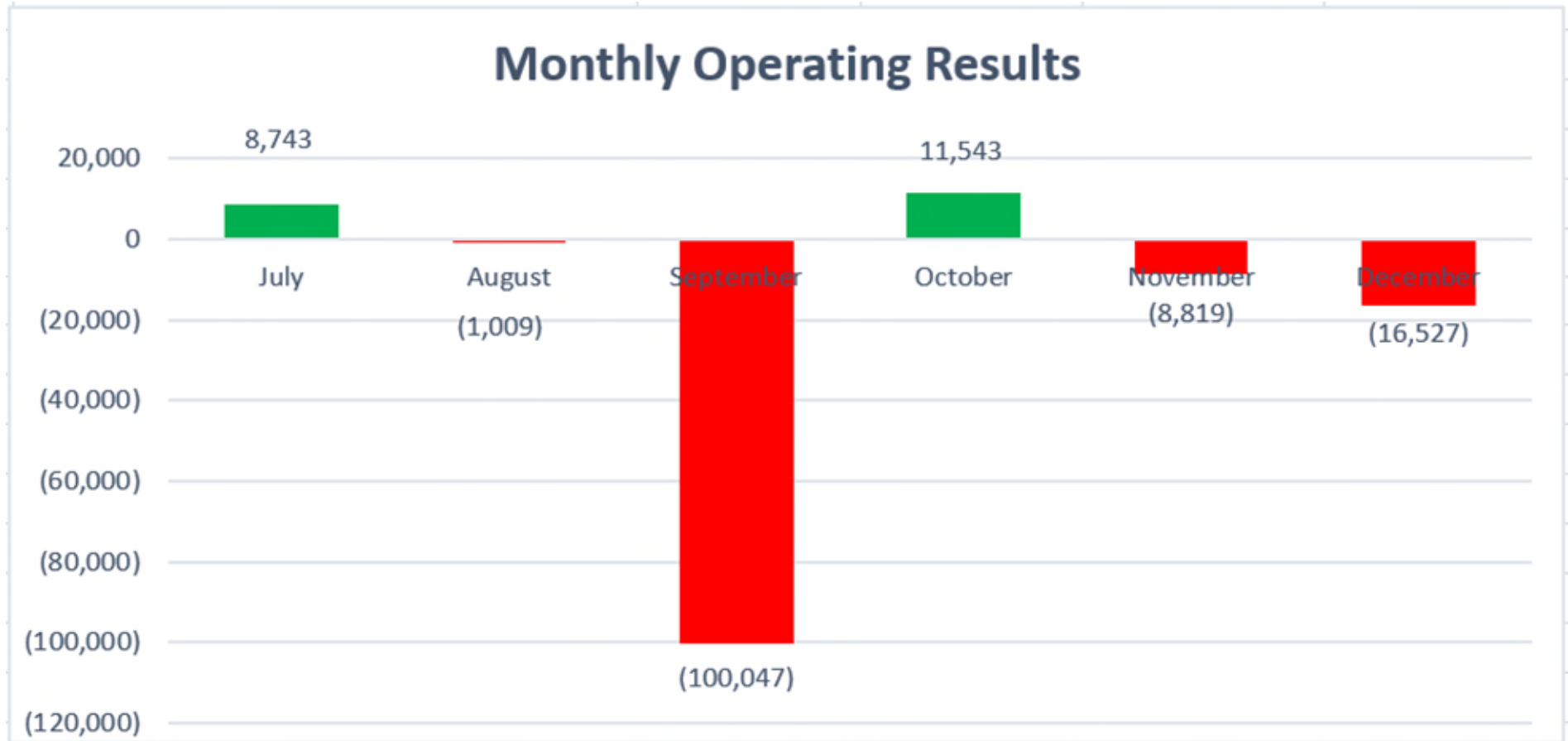
			TOTAL COST TO DATE				THIS YEAR			
Type	Funding		Total Budget	Total Actual	Variance	Impact	Annual Budget	Actual YTD	Variance	Impact
PLANT & EQUIPMENT (>\$5,000)			740,000	37,766	702,234		740,000	37,766	702,234	
Garbage Truck			200,000	-	200,000	●	200,000	-	200,000	●
4WD Community Bus			200,000	-	200,000	●	200,000	-	200,000	●
Parks & Gardens Truck			150,000	-	150,000	●	150,000	-	150,000	●
Mayor's Vehicle			100,000	-	100,000	●	100,000	-	100,000	●
Toyota Landcruiser (Dual cab) - Building Services			90,000	-	90,000	●	90,000	-	90,000	●
KIA Carnival S8 SP Automatic (HACC Centre)			-	37,766	(37,766)		-	37,766	(37,766)	●
ROADS INFRASTRUCTURE (>\$10,000)			5,119,644	6,298,500	- 1,178,856		4,134,522	4,822,461	(687,939)	
Sealing entrance - Cultural Precinct (R2R)	Upgrade	State	81,000	80,743	257	●	81,000	-	81,000	●
Sealing entrance - Cultural Precinct (LRCl)	Upgrade	State	162,000	40,487	121,513	●	162,000	-	162,000	●
ATSI-TIDS Culvert 61	Upgrade	State	350,000	276,241	73,759	●	455,000	23,517	431,483	●
CYRP Stage 2 - Crossing 91B - 5/3000x1500 & Link Slab	Upgrade	State	966,326	843,051	123,275	●	777,898	654,623	123,275	●
CYRP Stage 2 - Crossing 89 - 1/3000x1200	Upgrade	State	438,304	721,296	(282,993)	●	373,627	656,620	(282,993)	●
CYRP Stage 2 - Crossing 87 - 2/2100x1500	Upgrade	State	536,327	690,737	(154,409)	●	437,222	591,631	(154,409)	●
CYRP Stage 2 - Crossing 85 - 1/3000x1200	Upgrade	State	501,993	717,082	(215,089)	●	427,585	642,674	(215,089)	●
Pavement construction 2022/3 works	Upgrade	State	530,708	1,538,991	(1,008,283)	●	530,708	1,538,991	(1,008,283)	●
Sealing construction 2022/3 works	Upgrade	State	347,787	381,836	(34,049)	●	347,787	381,836	(34,049)	●
Flood warning infrastructure	New	State	30,000	45,297	(15,297)	●	-	11,301	(11,301)	●
LRASCO37 QRRRF Queensland Resilience and Risk Reduction Fund 20-21 (Maathuy/Appun Drainage)	Upgrade	State	589,200	370,383	218,818	●	541,695	321,268	220,428	●
WATER INFRASTRUCTURE (>\$10,000)			792,477	-	792,477		792,477	-	792,477	
BOR R6 - SCADA Upgrade			342,582	-	342,582	●	342,582	-	342,582	●
BOR R6 - New Water Infrastructure			449,895	-	449,895	●	449,895	-	449,895	●
SEWERAGE INFRASTRUCTURE (>\$10,000)			-	-	-		-	-	-	
TOTAL CAPITAL BUDGET			15,263,246	10,813,401	4,391,341		12,343,869	6,959,248	5,384,621	

3. DRFA-REPA OPERATIONS (QUEENSLAND RECONSTRUCTION AUTHORITY)

DRFA-QRA REPA Works - in progress			TOTAL COST TO DATE				THIS YEAR			
Type	Funding	Total Budget	Total Actual	Variance	Impact	Total Budget	Actual YTD	Variance	Impact	
LRASC.0024.1819G.REC (Portland Road East Sealed-Canoe Crk)	Operating	State	1,871,966	1,582,207	289,759	●	671,637	456,327	215,310	●
			1,871,966	1,582,207	289,759		671,637	456,327	215,310	
LRASC.0030.2021G.REC - Sub#4(Chuulangun, Pascoe Farm & Watlle Hill Road)	Operating	State	1,655,846	1,496,707	159,140	●	1,655,846	294,306	1,361,541	●
LRASC.0031.2021G.REC - Sub#2 (Portland Road - North)	Operating	State	1,446,266	1,254,801	191,465	●	1,446,266	1,176,133	270,133	●
LRASC.0032.2021G.REC - Sub# (Portland Road - South)	Operating	State	4,463,903	1,850,874	2,613,029	●	4,463,903	1,714,994	2,748,909	●
LRASC.0033.2021G.REC - Sub# (Pascoe Farm Road extension)	Operating	State	53,383	49,182	4,201	●	53,383	2,043	51,340	●
LRASC.0034.2021G.REC - Sub#9 (Old Mission Road CH.0 - 653	Operating	State	268,378	105,568	162,811	●	268,378	87,662	180,717	●
LRASC.0035.2021G.REC - Sub#10 (Old Mission Road CH.6539-	Operating	State	1,941,915	801,083	1,140,832	●	1,941,915	349,149	1,592,766	●
LRASC.0036.2021G.REC - Sub#11 (Old Mission Road CH.2269-	Operating	State	1,496,956	401,801	1,095,155	●	1,496,956	383,831	1,113,125	●
LRASC.0038.2021G.REC - Sub# (Kuttini Street & Pulmanun Str	Operating	State	652,450	322,156	330,294	●	652,450	265,030	387,420	●
LRASC.0040.2021G.REC - Sub# (Town Streets)	Operating	State	811,259	237,038	574,221	●	811,259	109,491	701,768	●
LRASC.0041.2021G.REC - Sub# (Old Mission Road CH.42602-E	Operating	State	962,834	646,406	316,428	●	962,834	626,061	336,773	●
LRASC.0042.2021G.REC - Sub# (Old Mission Road CH.34618-4	Operating	State	647,458	541,024	106,435	●	647,458	504,920	142,539	●
QLD Rainfall & Flooding Event 21 Apr-12 May 2022	Operating	State	-	14,880	(14,880)	●	-	14,880	(14,880)	●
			14,400,649	7,721,519	6,679,130		14,400,649	5,528,499	8,872,150	

4. LOCKHART RIVER AERODROME COMPANY OPERATIONAL HIGHLIGHTS

The half year results show an operating deficit of \$106,115 due to high operating deficit in September after payment for the annual insurance premiums. The depreciation charges recorded \$165,288 for the six months ending 31 December 2022.

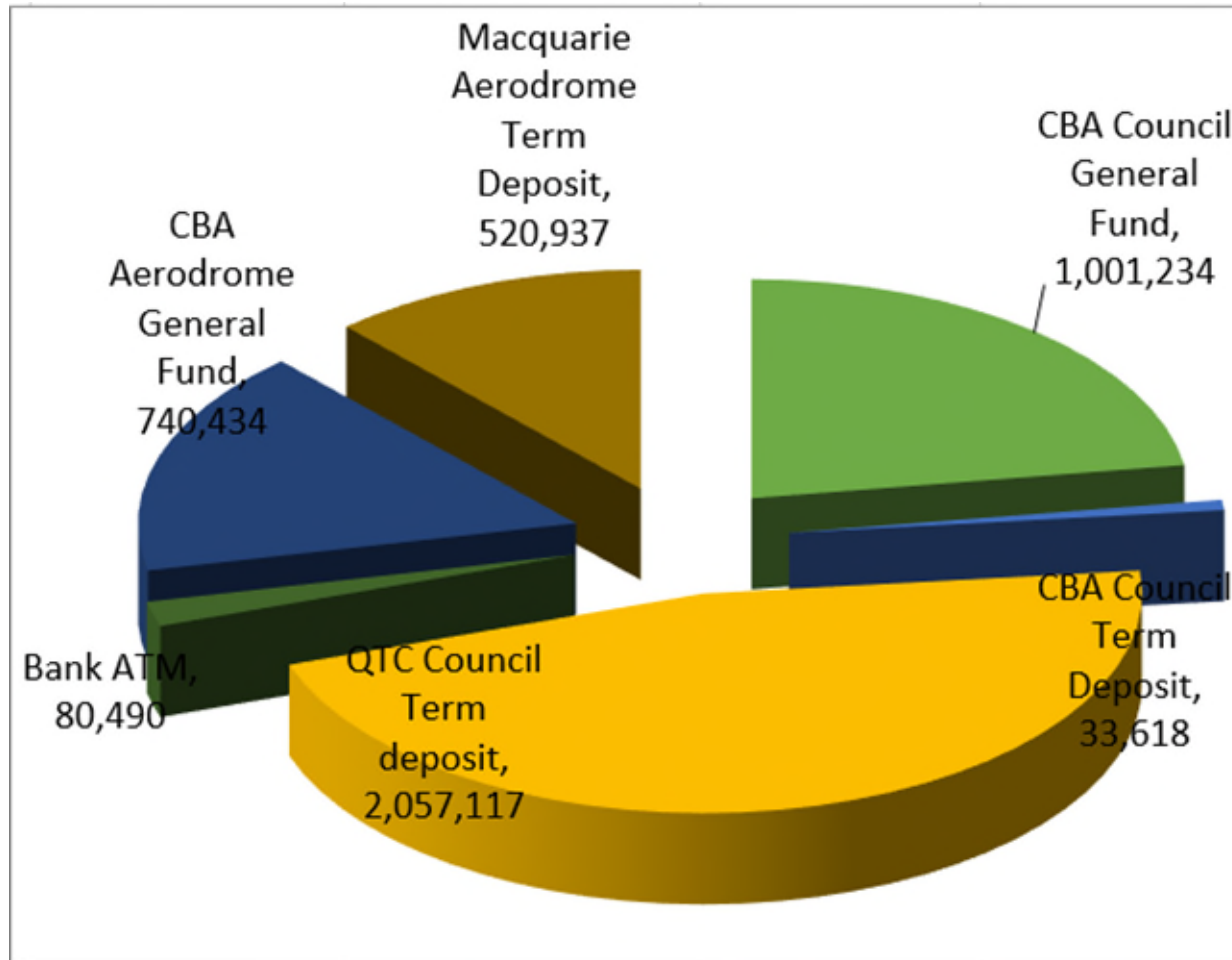


OPERATING RESULTS FOR THE PERIOD ENDED 31 DECEMBER 2022					
	Actual YTD	Budget YTD	Total Budget	Variance	Impact
Revenue					
Avgas sales	21,979	30,254	60,507	(8,274)	●
Jet A1 sales	178,502	133,326	266,652	45,176	●
Diesel sales	233,243	155,129	310,257	78,115	●
Landing fees	115,991	106,379	212,757	9,612	●
Other service fees	16,796	23,415	46,829	(6,618)	●
Skytrans commissions	41,966	41,768	83,536	198	●
Interest income	2,307	-	-	2,307	●
Accommodation revenue	247,482	276,560	553,120	(29,079)	●
In house meals	17,497	15,500	31,000	1,997	●
Other retail sales	767	2,500	5,000	(1,733)	●
	876,550	784,829	1,569,658	91,721	●
Expenditure					
Employment costs	273,812	238,970	477,940	(34,842)	●
Administration supplies & services	333,814	266,413	532,826	(67,401)	●
Audit fees	563	13,000	26,000	12,437	●
Communications & IT	12,544	17,500	35,000	4,956	●
Consultants/contractors	6,442	-	-	(6,442)	●
Power	16,863	17,000	34,000	137	●
Repairs & maintenance	90,851	62,500	125,000	(28,351)	●
Insurance	72,936	28,500	57,000	(44,436)	●
Travel	7,508	2,000	4,000	(5,508)	●
Depreciation	165,288	123,997	247,993	(41,292)	●
Bank Charges	2,044	1,500	3,000	(544)	●
	982,665	771,380	1,542,759	(211,285)	●
Operating results	(106,115)	13,450	26,899	(119,565)	●

5. LOCKHART RIVER AERODROME COMPANY CAPITAL HIGHLIGHTS

AERODROME CAPITAL WORKS AS OF 31 DECEMBER 2022									
CAPITAL EXPENDITURE		TOTAL TO DATE				THIS YEAR			
Description	Asset classification	Total Actual	Total Budget	Variance	Impact	YTD Actual	Annual Budget	Variance	Impact
Accommodation 4 Studio Cabins - stage 1	Buildings	927,458	1,018,000	90,542	●	4,240	273,570	269,330	●
Accommodation 2 x3 bed Cabins - stage 2	Buildings	816,132	844,620	28,488	●	99,953	463,974	364,021	●
Aerodrome manager's House (Kitchen/Bar)	Buildings	-	25,000	25,000	●	-	25,000	25,000	●
Runway Fencing	Other Structures	813,187	667,343	(145,844)	●	157,036	301,310	144,274	●
Motel Reception Parking Area	Other Structures	54,285	40,000	(14,285)	●	14,029	40,000	25,971	●
New computer server	Buildings	-	5,000	5,000	●	-	5,000	5,000	●
Cabin reception(Front ramp, back ramp & stairs)	Plant & equipment	-	73,000	73,000	●	-	73,000	73,000	●
Cabins renovations (re paint)	Plant & equipment	-	28,000	28,000	●	-	28,000	28,000	●
Toyota Hilux 4WD Dual Cab	Plant & equipment	-	25,000	25,000	●	-	25,000	25,000	●
Commuter van/golf cart	Plant & equipment	24,536	15,000	(9,536)	●	24,536	15,000	(9,536)	●
TOTAL		2,635,599	2,740,963	105,364	●	299,794	1,249,854	950,060	●
CAPITAL GRANT REVENUE									
		Total Actual	Total Funding	Variance		Current year	Budget	Variance	Impact
Building Our Regions -R03 Terminal building/toilet block						-	-	-	●
Building Our Regions -R04 Cabins stage 1		(600,000)	(1,000,000)	400,000		-	(400,000)	400,000	●
Building Our Regions -R05 Cabins stage 2		(412,310)	(824,620)	412,310		-	(412,310)	412,310	●
RADS - Airport fencing		(321,000)	(371,000)	50,000		-	(50,000)	50,000	●
Motel Reception Parking Area		(40,256)	(40,256)	-					
Total available for the year		(1,373,566)	(2,235,876)	862,310		-	(862,310)	862,310	●
Net capital results		(1,262,033)	(505,087)			(299,794)			
OTHER CAPITAL REVENUE									
In-kind Contribution - Runway fencing						-	296,000	(296,000)	●
In-kind Contribution - new Cabins						-	38,000	(38,000)	●
Aerodrome General Revenue						-	171,000	(171,000)	●
						-	505,000	(505,000)	●

6. CASH BALANCES



The total cash balance in the bank accounts decreased further \$4,433,831 and cash fund deposit at QTC is earning interest at 3.24%.

Stanley Mugwiria
Director Corporate Services
12 January 2023