

May 2026



CITY OF MITCHAM

MONTHLY FINANCIAL REPORT

31 May 2026

PURPOSE:

To inform Council on the organisation's financial performance to the 31 May 2026

BACKGROUND:

Council receives various financial performance reports throughout the year, including budget reviews (minimum of three per year). This monthly report serves as an interim update, providing Council with the year to date financial performance between the formal budget reviews.

On 19 November 2024 at a Special Full Council Meeting, Council resolved to report the Monthly Financials to Council Members and the Community via the Council's Website which is consistent with the service reporting framework.

FINANCIAL SUMMARY:

Operating Performance

Year to date operating income to 31 May 2026 (which includes rates raised but not yet collected)	\$86.0 Million
---	----------------

Year to date operating expenditure to 31 May 2026	\$79.3 Million
---	----------------

Council, as at 31 May 2026, has a year-to-date favourable operating variance to budget of \$231,000.

The favourable variance is primarily driven by timing-related factors affecting both actual expenditure and income compared to budget, together with increased maintenance activities being undertaken by staff beyond budgeted levels.

Rate Rise Decisions - Up to and including the decisions from Council Meeting 12 May 2026

As part of Council's financial management framework, Council keeps track of decisions adopted outside the budget cycle that have an ongoing financial impact (and therefore a rates impact) on the following year's budget.

To date, Council has made several out of budget cycle decisions with ongoing financial impacts equating to a cumulative rate rise of 1.12%, these are listed below. Table 1 provides an overview of the cumulative rate rise alongside anticipated CPI forecasts. This information supports Council in monitoring key financial decisions and assessing economic conditions between scheduled budget reviews.



CITY OF MITCHAM MONTHLY FINANCIAL REPORT 31 May 2026

The decisions that make up this cumulative rate rise are as follows*:

- 0.01%, \$2,300 - Mobile Phone Tower, Colebrook Drive Eden Hills, lost income (12 August, Item 10.1)
- 0.01%, \$2,150 - Verge Greening Initiative, ongoing maintenance (12 August, Item 10.2)
- 0.07%, \$50,000 - Verge Greening Initiative, ongoing incentive scheme funding (14 October, Item 10.7)
- 0.03%, \$22,015 - Reade Park Reserve, hard court licenses and lighting hours (14 October, Item 10.9)
- 0.03%, \$19,237 - Nieass Reserve, maintenance and renewal of tennis courts (14 October, Item 10.10)
- 0.02%, \$11,520 - Kingswood Tennis club at Batchelor Reserve, clubroom upgrade (14 October, Item 10.11)
- 0.02%, \$14,354 - Waite Street Reserve - Water Feature Feasibility Investigation (11 November, Item 10.3)
- 0.01%, \$4,079 - Cross Road/Frome Reserve right of way (19 March 2024, Item 10.5)
- 0.34%, \$253,000 - Library & Community Centre Safety Resourcing (27 January, item 10.5)
- 0.01%, \$10,000 - Ongoing Site Management for Contaminated Land at 91 Quinton Court Pasadena (10 February, Item 10.4)
- 0.02%, \$13,782 - Upgrade of Main Switch Board at Civic Centre (10 February, Item 10.8)
- 0.01%, \$4,300 - Kerbside Waste Collection Services Policy Endorsement and Circular (10 February, Item 10.10)
- 0.01%, \$10,270 - Electric Community Bus (17 March, Item 10.4)
- 0.56% - Technology One Property and Rating Project (17 March, Item 10.1)
- 0.0013%, \$1,000 - Intelligent Key Cabinet (14 April, Item 10.4)

Financial / Economic Indicators	
Cumulative Rate Rise for 2025/26	1.12%
CPI Annualised March 2026	4.90%

*Individual line items may not sum to the total shown due to the use of rounding



CITY OF MITCHAM

MONTHLY FINANCIAL REPORT

31 May 2026

Capital Expenditure Summary

Overall, as at 31 May 2026, \$27.8m, or 59%, of the \$46.8m capital expenditure budget has been incurred, made up of \$4.9m, 51% of the new capital budget, \$14.0m, 62% of the renewal capital budget, \$8.9m, 61% of the multi-year government election commitments.

Capital Reporting

A capital delivery status report is provided monthly alongside the financial information presented in the Capital Expenditure and Progress report to provide greater insight into Council's Capital Works Program. As part of the quarterly budget review, Council will receive a detailed update on its performance of the capital program compared to the budget.

A side by side comparison of both the financial status of the Council's Capital Works Programs and the Delivery Status of the relevant program, as is now presented, provides a more appropriate snapshot of the progress of the Council's Capital Works Program at the program level.

Specific project information can be accessed via Council's Capital Works Interactive Map or by contacting Council staff.



CITY OF MITCHAM

STATEMENT OF COMPREHENSIVE INCOME

31 May 2026

	Year to date Actuals \$ '000	Year to date Forecast \$ '000	Year to date Variance \$ '000	Note	Approved Annual Budget \$ '000
Income					
Rates	76,920	76,954	(33)		77,010
Statutory charges	2,156	2,146	10		2,283
User charges	1,097	1,105	(7)		1,160
Grants, subsidies and contributions	4,301	4,377	(76)		4,620
Investment income	73	59	15		64
Reimbursements	740	705	36		827
Other income	691	591	100	1	788
Total Income	85,980	85,936	44		86,753
Expenses					
Employee Costs	30,196	29,921	(275)	2	32,359
Materials, contracts & other expenses	29,258	29,592	334	3	33,892
Depreciation, amortisation & impairment	18,372	18,409	37		20,091
Finance costs	1,477	1,568	90		1,795
Net loss - joint ventures & associates	-	-	-		122
Total Expenses	79,303	79,490	187		88,260
Operating Surplus / (Deficit)	6,677	6,446	231		(1,506)

The approved annual budget reflects the adopted third budget reconsideration.

Individual line items may not sum to the total shown due to the use of rounding

Note - Significant Variances over \$100k

- 1 The favourable variance in other income is primarily due to timing related factors including the special distribution allocation, receipt of bus shelter advertising revenue, and higher than budgeted insurance settlements.
- 2 The unfavourable variance in employee costs is mainly due to lower labour capitalisation, as some operational staff have moved from capital works to maintenance activities following completion of allocated capital projects. As a result, these costs are now being recognised in operating budgets rather than being offset against the capital program. This has been partly offset by savings from staff vacancies.
- 3 The favourable variance in Materials, Contracts and Other expenses is primarily due to timing differences across several projects, including the Blackwood Movement Strategy, Development Assessment and asset condition audits. The underspend also reflects a shift towards utilising internal staff in place of external contractors, which has reduced costs in this category while contributing to higher employee expenses.



CITY OF MITCHAM

CAPITAL EXPENDITURE AND DELIVERY REPORT

31 May 2026

CAPITAL PROGRAM (EXPENDITURE & STATUS)	Year to date Actuals \$ '000	Full Year Budget \$ '000	Project Expenditure Status %	Total Projects ¹	Work In Progress ²	Projects Delivered ³	Projects Completed %
NEW / UPGRADE							
Drainage New	761	1,867	41%	41	8	20	49%
Traffic Control Device New Construction	840	1,510	56%	10	4	1	10%
Sport & Rec Buildings - New Construction	1,245	2,154	58%	2	1	1	50%
Footpath New Construction	178	1,010	18%	28	14	9	32%
Community Buildings New Construction	82	96	85%	4	1	1	25%
Green Energy Plan - Capital	646	1,072	60%	40	4	28	70%
Major Plant New	107	331	32%	5	2	3	60%
Parks & Gardens (Open Space) New Construction	276	369	75%	6	2	4	67%
Brownhill & Keswick Creeks New Construction	400	400	100%	1	-	-	0%
Land Acquisition - New Capital	28	236	12%	3	1	1	33%
Civic Buildings New	37	162	23%	3	3	-	0%
IT - New Capital	214	204	105%	3	-	3	100%
Office Furniture & Fittings - New	88	165	53%	2	1	1	50%
Community Facilities Grant	29	52	56%	1	-	-	0%
Renewables - New	17	39	44%	3	2	-	0%
New / Upgrade Total	4,948	9,667	51%	152	43	72	47%



CITY OF MITCHAM

CAPITAL EXPENDITURE AND DELIVERY REPORT

31 May 2026

CAPITAL PROGRAM (EXPENDITURE & STATUS)	Year to date Actuals \$ '000	Full Year Budget \$ '000	Project Expenditure Status %	Total Projects ¹	Work In Progress ²	Projects Delivered ³	Projects Completed %
RENEWAL							
Road Seal/Kerb Program	3,361	4,598	73%	70	14	45	64%
Kerb & Watertable Renewal	2,075	3,684	56%	96	24	52	54%
Footpath Renewal	1,706	2,853	60%	48	6	39	81%
Sporting Buildings Renewal	198	747	26%	4	2	1	25%
Community Buildings Renewal	552	1,365	40%	11	7	2	18%
Drainage Renewal	1,328	1,308	102%	5	2	2	40%
Major Fleet Renewal	745	1,357	55%	8	2	5	63%
Roads to Recovery	653	1,261	52%	6	4	2	33%
Civic Buildings Renewal	592	746	79%	6	3	2	33%
Minor Fleet Renewal	823	1,078	76%	24	4	18	75%
Information Systems Renewal	674	766	88%	7	6	1	14%
Playground Renewals	297	703	42%	11	4	4	36%
Parks & Gardens (Open Space) Renewals	186	490	38%	20	7	9	45%
Sporting Facility Renewals	231	330	70%	6	4	-	0%
Bridge Renewal	6	333	2%	6	3	2	33%
Car Park Rehabilitation	58	241	24%	13	8	2	15%
OS Environmental & Waste	162	205	79%	4	1	2	50%
OS Fences	102	210	49%	2	1	-	0%
Office Furniture & Equipment	79	97	82%	3	1	2	67%
OS Furniture Renewal	14	16	91%	2	1	1	50%
Community Facilities Furniture & Fittings	24	31	76%	1	1	-	0%
OS Structures Renewal	16	28	57%	3	-	3	100%
Bus Shelter Renewal	35	26	136%	1	-	1	100%
Retaining Wall Renewal	26	26	101%	2	-	2	100%
OS Miscellaneous	7	14	46%	1	-	-	0%



CITY OF MITCHAM

CAPITAL EXPENDITURE AND DELIVERY REPORT

31 May 2026

CAPITAL PROGRAM (EXPENDITURE & STATUS)	Year to date Actuals \$ '000	Full Year Budget \$ '000	Project Expenditure Status %	Total Projects ¹	Work In Progress ²	Projects Delivered ³	Projects Completed %
Renewal Total	13,950	22,513	62%	360	105	197	55%



CITY OF MITCHAM

CAPITAL EXPENDITURE AND DELIVERY REPORT

31 May 2026

CAPITAL PROGRAM (EXPENDITURE & STATUS)	Year to date Actuals \$ '000	Full Year Budget \$ '000	Project Expenditure Status %	Total Projects ¹	Work In Progress ²	Projects Delivered ³	Projects Completed %
Total Capital Program Expenditure	18,899	32,180	59%	512	148	269	53%
Govt Funded Multidisciplinary Projects	8,873	14,580	61%	16	6	9	56%
Total Capital Program Expenditure including Govt Funded Multidisciplinary Projects	27,772	46,760	59%	528	154	278	53%

Delivery status column explanations:

- ¹ Total Projects - This represents the total number of projects with an approved budget within the current financial year.
- ² Work in Progress - This represents capital programs that have commenced and actively being worked on however not yet reached completion.
- ³ Projects Delivered - This represents the number of projects that have effectively been completed and implemented in the community.