

10.2. Unspent funds to be carried over from 2022/23 to 2023/24

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ATTACHMENTS	1. Schedule of Funds to be Carried Forward from FY 2023 to FY 2024 [10.2.1 - 10 pages]
CSP LINK	5. Our Civic Leadership 5.1 Lead North Sydney's strategic direction

PURPOSE:

The purpose of this report is to seek Council's approval for adjustments to the 2023/24 budget incorporating funding to be carried forward from 2022/23, to complete projects planned to be, but not, finalised by 30 June 2023.

EXECUTIVE SUMMARY:

- In order to complete works planned to be, but not, completed in FY2023, \$12.98 million is needed to be carried forward to the FY2024 budget.
- Tables attached to this report detail projects, amounts, funding sources and status updates.
- In the interests of transparency, all carry forwards are presented for Council's consideration, not only those requiring Council's endorsement in accordance with Regulations (i.e., revotes for projects that have been contracted for or commenced as at 30 June).

RECOMMENDATION:

1. **THAT** the information be received.
2. **THAT** Council approves the amendments to the 2023/24 budget outlined in this report.

Background

Some of Council's non-recurrent projects were not completed, as scheduled, by 30 June 2023.

To complete these projects, it is necessary to carry forward \$12.98 million from the 2022/23 budget to the 2023/24 budget.

Of this amount, \$11.74 million is required to fund the completion of capital projects, and \$1.24 million is required to fund the completion of non-capital projects (operating expenditure). \$5.00 million of the \$12.98 million is tied to grant funding.

The \$11.74 million carry forward for capital works is equivalent to 17.31% of the original 2022/23 Capital Works Budget.

Report

The capital and non-capital projects requiring funds to be carried forward are listed on the attached schedule, with the amount to be carried forward, and the funding sources. Funding sources are denoted 'Internal' (established by resolution of Council and allocated to a particular purpose) and 'External' (established by an external obligation, such as contract or legislation that must be used for a particular purpose).

Options

It is proposed that Council be presented with the following options:

1. Do nothing/take no action.
2. Consider individual projects in the list that have not been commenced.
3. Approve all carry forwards.

These options are assessed in the following table.

Option	Finance/Resourcing	Risk/Opportunity	Consultation
1.	Projects that have not been commenced or contracted at 30 June 2023 require Council's endorsement before the budget can be adjusted. In the absence of that endorsement these projects cannot proceed. Projects that have been contracted or commenced can proceed without Council's further endorsement.	Some projects advertised in the Delivery Program would not be delivered. External funding would need to be refunded. Reducing any road related projects might jeopardise Council's receipt of external funding such as Roads to Recovery due to own-source funding requirements. Internal Funding would become available for other purposes.	Annual and End-of-Term reports would detail the projects planned in the Delivery Program but not delivered.

2.	<p>Selected projects that have not been commenced or contracted at 30 June 2023 require Council's endorsement before the budget can be adjusted.</p> <p>Council might consider deferring or cancelling those projects to free funds for other purposes.</p>	<p>Some projects advertised in the Delivery Program would not be delivered.</p> <p>External funding would need to be refunded.</p> <p>Reducing any road related projects might jeopardise Council's receipt of external funding such as Roads to Recovery</p> <p>Internal Funding would become available for other purposes.</p>	<p>Annual and End-of-Term reports would detail the projects planned in the Delivery Program but not delivered.</p>
3.	<p>All proposed carry-forward projects are funded.</p>	<p>Advertised projects are delivered and external funding used to enhance and renew infrastructure.</p> <p>Internal funding not available for other purpose.</p>	<p>Annual and End-of-Term reports would detail completion of planned projects planned.</p>

Option 3, is recommended for the following reasons:

- Funding has been identified for each project.
- The projects advertised in the delivery program will be delivered.
- The Annual and End of Term reports will disclose that Council delivered the advertised programs.

Consultation requirements

As these projects were exhibited with the Delivery Program (and its revisions), no consultation is required.

Financial/Resource Implications

All of the projects have been funded in the FY2023 budget, no additional funding is requested. While funding has been identified for all projects, the carry forward of non-capital projects will increase the operating deficit by \$1.24 million. The implications are covered further in report 'Quarterly Budget Review – September 2023' also presented to this meeting.

Legislation

Clause 211 of the Local Government Regulation (NSW) 2021 sets out the requirements of carrying-forward budgets. This stipulates that unspent funds must be revoked by Council. This

requirement is relaxed if the works have already been contracted, commenced, or carried out as at 30 June.

At North Sydney Council, staff report all carried-forward budgets to Council.

Capital Expenditure to be Carried Forward

Project / Program	Amounts	Funding Source	Status	Month for Completion
Olympic Pool Complex Upgrade	1,500,000	Specific Purpose Grants (External)	Funds currently allocated to NSOP redevelopment	June 2024
	1,444,363	Pool Redevelopment (Internal)		
Landscaping, passive & active recreation facilities and accessible facilities per the St Leonards Park Masterplan	1,111,065	Capital Works Reserve (Internal)	Delayed due to contractor availability	December 2023
Bligh Street Streetscape Works	578,763	Specific Purpose Grants (External)	Was delayed due to contractor availability	Complete
	50,000	Capital Works Reserve (Internal)		
Rolling renewal program of road surfaces in the Local Roads category	590,311	Specific Purpose Grants (External)	Grant funded and due to complete by December 2023	December 2023
Streetscape refresh, renewal and embellishment in Neutral Bay and Crows Nest Mainstreet (External) zones	410,624	Capital Works Reserve (Internal)	Waters Road Streetscape upgrade works	March 2024
Cremorne Plaza Langley Place Upgrade Design	131,738	Neutral Bay Mainstreet (External)	Cremorne Plaza Langley Place Upgrade Design – Concepts and detailed design	June 2024
Upgrade of newly acquired Quarantine Boat Depot for use as community facility	441,035	Specific Purpose Grants (External)	Works in progress	June 2024
Rolling renewal of drainage system	433,221	Capital Works Reserve (Internal)	Carter Street (Works ongoing)	December 2023
			Kurraba Road	Completed
			Willoughby Street and Elamang Ave	Completed

Project / Program	Amounts	Funding Source	Status	Month for Completion
Switch upgrade project to bring network up to date	429,710	I.T. Reserve (Internal)	Delayed by contractor availability	June 2024
Streetscape Works Young Street Plaza -Neutral Bay	368,556	Specific Purpose Grants (External)	Works on hold	June 2024
Improvement and rolling renewal of traffic facilities (roundabouts, speed humps, pedestrian refuges, etc	344,681	Capital Works Reserve (Internal)	<i>Projects include funding from original FY2024 budget.</i>	
			\$350k – Carr Street and Crows Nest Road Roundabout	June 2024
			\$50k – Clark Road at Margaret Street - Pedestrian Crossing Lighting Upgrade	June 2024
			\$50k – Broughton Street at Willoughby Street - Pedestrian Crossing Lighting Upgrade	June 2024
			\$50k – Carabella Street at Fitzroy Street - Pedestrian Crossing Lighting Upgrade	June 2024

Project / Program	Amounts	Funding Source	Status	Month for Completion
			\$50k – Broughton Street at Kirribilli Avenue - Pedestrian Crossing Lighting Upgrade	June 2024
			\$100k – Alfred Street and Fitzroy Street – Pedestrian Crossing Lighting Upgrades	June 2024
			\$100k – Morton Street at Crows Nest Road - Pedestrian Crossing Lighting Upgrade	June 2024
			\$100k – Morton Street at Hazelbank Road - Pedestrian Crossing Lighting Upgrade	June 2024
			\$50k – Morton Street at Rocklands Road - Pedestrian Crossing Lighting Upgrade	February 2024
			\$90k – Edward Street at Mount Street – Continuous Footpath Treatment	June 2024

Project / Program	Amounts	Funding Source	Status	Month for Completion
			\$75k – King Street and Hazelbank Road – Pedestrian Refuge Upgrade	June 2024
			\$50k Shellcove Road and Bilong Street – Continuous Footpath Treatment	June 2024
			\$50k Spofforth Street and Florence Street – pedestrian refuge	December 2023
			McDougal Street Road Closure (spent \$60k)	Complete
Coal Loader Pop-up Bar	273,560	Capital Works Reserve (Internal)	Design and early works where feasible to be completed by June 2024.	Works will proceed into 2024/25
Holtermann Street Car Park Upgrade	258,285	Specific Purpose Grants (External)	DA and design may proceed 2023/24 – contingent on decision to be made by Council meeting December 23.	June 2024
Merret Playground Playground Construction / Upgrade	256,545	Capital Works Reserve (Internal)	Documentation completed, tender will be issued on 21/11/23, construction will begin in 2/24.	Q3-Q4 2023/24

Project / Program	Amounts	Funding Source	Status	Month for Completion
Rolling renewal of Kerb & Gutter assets	221,402	Capital Works Reserve (Internal)	Cairo Street Kerb and Gutter upgrades now completed	November 2023
	99,749	Infrastructure Levy (External)	Funding required to facilitate works prior to proposed resheeting in Hume La, MacPherson St and Milson Rd. Hume La and MacPherson St have been completed.	February 2024
Streetscape refresh, renewal and embellishment in Crows Nest Mainstreet zones	207,372	Capital Works Reserve (Internal)	Work in currently progress	Q3 2023/24
	128,646	Crows Nest Mainstreet (External)		
James Place 1 Lease Fitout Incentive	212,618	Income Producing Projects Reserve (Internal)	Work is in progress on application for Complying Development Certificate.	January 2024
Streetscape Lighting Upgrade at Williams and Blue Streets	204,577	Capital Works Reserve (Internal)	Quotes have been received and evaluation plan was signed in FY23.	May 2024
Prior Avenue Reserve Park Playground Construction	170,000	Developer Contributions (External)	Project completed on 10/10/2023	Completed
	57,420	Capital Works Reserve (Internal)		
Renewal and embellishment per the North Sydney CBD Central Laneways Masterplan Implementation	140,599	Other Contributions (External)	Works will proceed 2023/24. Quotation assessment currently underway.	March 2024

Project / Program	Amounts	Funding Source	Status	Month for Completion
Installation of traffic facilities per Military Road Local Area Traffic Management plan	114,598	Specific Purpose Grants (External)	Complete	Complete
	91,115	Developer Contributions (External)	Complete	Complete
Anderson Park Outdoor Fitness Equipment	113,776	Specific Purpose Grants (External)	Complete	Project completed in July 2023
	29,018	Capital Works Reserve (Internal)		
Traffic Facilities Edward Street Pedestrian Crossing	107,665	Developer Contributions (External)	Contractor engaged	May 2024
Bike Facilities West Street Stage 1	101,055	Capital Works Reserve (Internal)	Pedestrian crossing lighting upgrades and street furniture on West Street is currently under way.	December 2023
	81,070	Specific Purpose Grants (External)		
Coal Loader Site Shade Structure	100,778	Capital Works Reserve (Internal)	Works to commence Q3 2024	Completed June 2024
Coal Loader Tunnel 2 Resurfacing/Platform Improvements	100,000	Capital Works Reserve (Internal)	Contractor Appointed	March 2024
	97,750	Specific Purpose Grants (External)		
Miller St 240-248 Shops Repairs to structure and drainage system	82,259	Capital Works Reserve (Internal)	Work in progress and expect to complete at end of November 2023.	November 2023
North Sydney CBD Lighting Upgrade	76,585	Capital Works Reserve (Internal)	Quotes received and evaluation plan was signed in FY23.	May 2024

Project / Program	Amounts	Funding Source	Status	Month for Completion
Traffic Facilities Cranbrook Street Pedestrian Cr	56,772	Capital Works Reserve (Internal)	Completed	October 2023
	10,690	Specific Purpose Grants (External)		
Hume Street Indoor Sports Centre Canteen and Ventilation Improvements	24,956	Capital Works Reserve (Internal)	Work substantially completed.	November 2023
Napier St 6 - Don Bank Museum Roof Access Improve	61,432	Capital Works Reserve (Internal)	Roof replacement. Awaiting heritage analysis to proceed.	May 2024
Kirribilli Neighbourhood Centre Building Upgrade	60,000	Capital Works Reserve (Internal)	Works complete	November 2023
Renewal and upgrade of Gross Pollutant Traps	42,680	Capital Works Reserve (Internal)	Tender to be reported to November Council meeting	Work complete Q3 2023/24
Upgrade of North Sydney CBD Street Furniture	39,500	Capital Works Reserve (Internal)	Completed	September 2023
Traffic Facilities Shellcove Road	38,391	Developer Contributions (External)	Consultation in progress construction to commence March 2024	March 2024
Bike Facilities West Street Stage 2	36,701	Capital Works Reserve (Internal)	Traffic Impact Assessment completed September 2024	September 2024
Cremorne Reserve Hunts Lookout Footbridge Renewal	33,456	Other Contributions (External)	Complete	Complete
Milson Park Small Watercraft Storage	22,965	Capital Works Reserve (Internal)	Works in progress	November 2023
Upgrade and renewal of pedestrian crossing lighting	20,037	Capital Works Reserve (Internal)	Clark Road at Margaret Street - Pedestrian Crossing Lighting Upgrade	June 2024
Greenhouse Action Plan Coal Loader Education Program	20,000	Environmental Levy (External)	Ongoing	June 2024

Project / Program	Amounts	Funding Source	Status	Month for Completion
Traffic Facilities Moodie Street – Cammeray	22,000	Developer Contributions (External)	Traffic Impact Assessment commenced	TBC
Walking Tracks Gore Cove	17,632	Capital Works Reserve (Internal)	Ongoing	June 2024
Preliminary design work for drainage network renewal	17,138	Capital Works Reserve (Internal)	Works in progress	June 2024
Streetscape Works Blues Point Road	16,872	Capital Works Reserve (Internal)	Works in progress	May 2024
Information Systems Authority Upgrade	14,642	I.T. Reserve (Internal)	Complete	September 2023
EV Vehicle Charging Station	9,090	Capital Works Reserve (Internal)	Complete	September 2023
Traffic Facilities Crows Nest Rd - Redesign Intersection	4,510	Developer Contributions (External)	Design Works Completed	Completed
Library Administration Local Priority Grant	3,151	Specific Purpose Grants (External)		June 2024
Tunks Park Defibrillator	2,000	Specific Purpose Grants (External)		August 2023
Total	11,735,124			

Operating Expenditure to be Carried Forward

Project / Program	Amounts	Funding Source	Status	Month for Completion
Tree planting works associated with B-Line streetscape embellishment grants	466,070	Specific Purpose Grants (External)	Ongoing	June 2024
Food waste collection trial	68,307	Specific Purpose Grants (External)	Completed	July 2024
Marine Condition Assessment	61,620	Capital Works Reserve (Internal)	Condition audit supplied by Manly Hydraulics.	October 2023
Aboriginal Heritage Program Heritage Sites Project	140,000	Specific Purpose Grants (External)	Ongoing	June 2024
Streetscape Works Arthur Street Awning Demolition	139,570	Capital Works Reserve (Internal)	Ongoing	June 2024
Greenhouse Action Plan Coal Loader Education Program	107,740	Environmental Levy (External)	Ongoing	June 2024
Bushland Projects Tunks Park Bush Regeneration	80,000	Specific Purpose Grants (External)	Ongoing	June 2024
North Sydney CBD Walker Street Paver Restorations	50,854	Other Contributions (External)	Works proceeding	March 2024
Strategic Planning Military Road Corridor Planning	38,043	Capital Works Reserve (Internal)	Ongoing	June 2024
System Improvements to match Faster Regionally Significance developments grant	34,304	Specific Purpose Grants (External)	Ongoing	June 2024
Rolling Drainage Program Pipe Replacement	30,373	Specific Purpose Grants (External)	Ongoing	June 2024
Rangers North Sydney Cigarette Butt Litter Project	13,037	Specific Purpose Grants (External)	Ongoing	June 2024
Traffic Facilities McDougall Street	5,734	Capital Works Reserve (Internal)	Ongoing	June 2024
Historical Services Luna Park Collection Assessment	3,700	Specific Purpose Grants (External)	Complete	September 2024
Youth Activities Youth Week	3,657	Specific Purpose Grants (External)	Ongoing	June 2024

Total	1,243,009			
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