

CAPITAL WORKS PROGRAM

End of Financial Year Status Report
2021-22

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Director, Environment & Engineering



Acknowledgement of Country

We respectfully acknowledge the Traditional Owners, the Wurundjeri People, as the custodians of this land. We also pay respect to all Aboriginal community Elders, past and present who have resided in the area and have been an integral part of the history of this region.

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2021-22 Capital Works Program Budget Review

1. Executive Summary

The Capital Works Program for Yarra Ranges Council continues to deliver asset renewal, new, expansion and upgrade works. The program experienced many challenges during the 2021-22 financial year including the ongoing impact of the June 2021 storm event, restrictions implemented in response to the COVID-19 pandemic and associated supply chain and contractor availability issues.

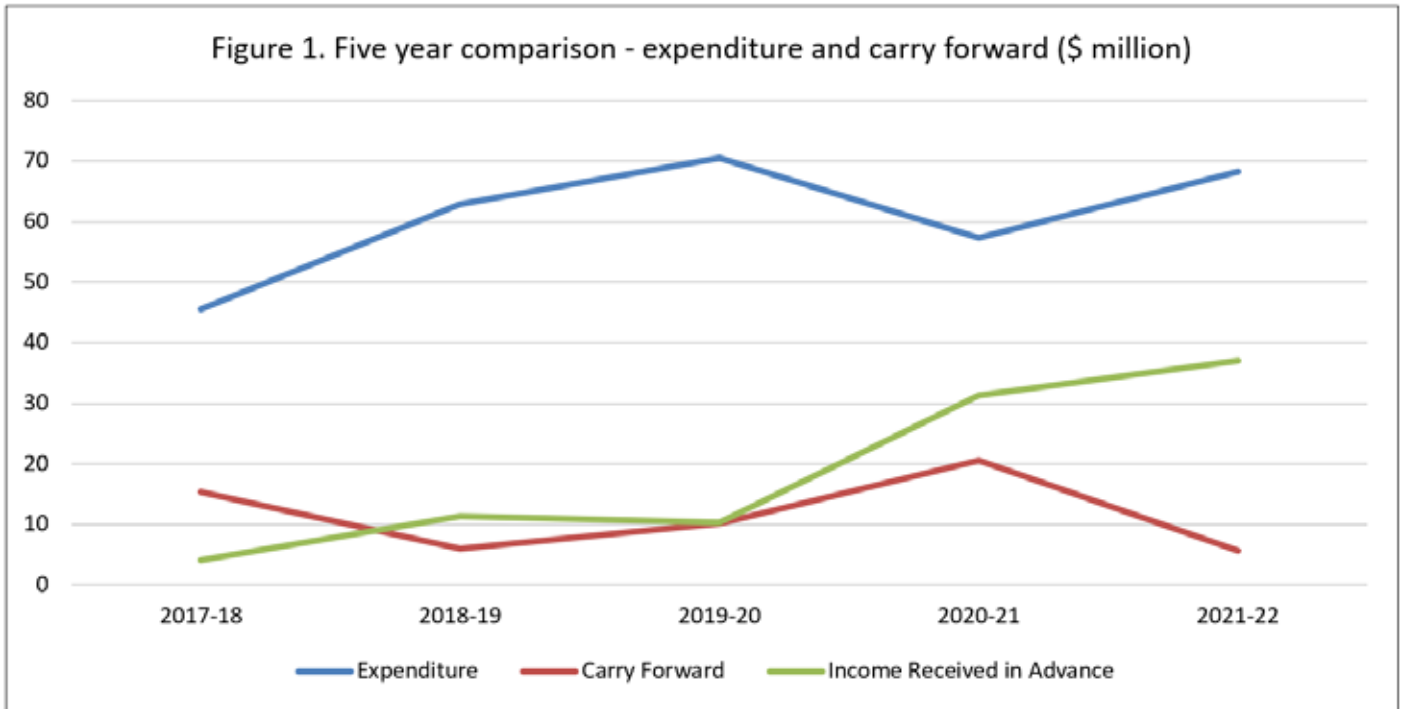
COVID-19 has continued to impact this year's program, with delays in the delivery and installation of equipment, increases in the cost of materials and challenges with contractor availability due to illness and quarantining requirements. Supply and manufacturing sectors continue to be impacted by material shortages and delivery delays, with a particular impact on replacing fleet items.

Despite ongoing COVID-19 challenges, delivery of the 2021-22 program increased on the previous year's expenditure of \$57.4m by 19 per cent, although it was 3per cent lower than 2019-20.

Analysis of the 2021-22 result can be found in Section 3.

The 2021-22 Capital Expenditure Program was an ambitious program for the Council to deliver. It was driven by a large external income component that grew further throughout the year with additional economic stimulus measures being announced. Despite not achieving targets, and given the hardships and challenges experienced throughout the year, teams have achieved significant success as the program of works delivered is the second largest recorded.

Figure 1 shows positive indicators as teams are adapting and positioning themselves to deliver the ambitious targets of the next 5 years.



2. Background

The 10 Year Capital Works Program is reviewed and adopted by Council on an annual basis. Each year, as part of the budget process, the capital budget priorities are reviewed. This results in revisions to the budget and projects in the program, with a number of new projects added or brought forward, deleted or deferred. These revisions are commonly in response to arising situations such as the availability of external funding and pressing community needs.

The Capital Works Program is divided into a number of sub-programs. Some of these sub-programs can be delivered within a one-year timeframe while others are delivered over a longer timeframe depending on the nature and complexity of the works



3. 2021-22 Capital Works Program Performance

The 2021-22 Capital Expenditure Program is made up of Council funds, external income and funds carried forward from 2020-21. The final position of the program is shown in Table 1.

Table 1 - Capital Expenditure Program:

Budget source	'000
Published Capital Budget Allocation: Council contribution	36,612
Published Capital Budget Allocation: external income	37,102
Published Carry Forwards from 2020-21	15,924
Capital Works Program budget at 1 July 2021	89,638
Mid-year adjustments, including additional income expected	-17,228
Additional Carry Forward from 2020-21 identified at end of financial year	4,662
Capital Works Program budget for 2021-22	77,072
Final Capital Works Program expenditure for 2021-22	68,166
Final carry forward to 2022-23	5,576
Savings at end of 2021-22	2,135

Table 2 - Capital Expenditure Program performance detail:

Capital Works Programs	Published Budget '000	Revised Budget '000	Expenditure '000	Carry Forward to 2021-22 '000	Saving/ (Overspend) \$'000 Incl. Income
Other Infrastructure	4,947	4,947	7,094		614
Bridges	1,794	561	541	107	62
Buildings	27,325	25,778	19,869	2,125	1,463
Community & Recreation	9,261	10,713	9,429	1,254	398
Drainage	1,495	1,469	1,312	28	158
Footpaths & Cycleways	2,106	2,343	1,868	618	48
Land	-	-	-	-	-
Off-street Carparks	505	696	797	-	139
Open Space	18,445	6,813	5,505	1,236	47
Plant & Equipment	4,892	4,409	2,220	255	564
Roads	18,868	19,343	19,531	47	87
GRAND TOTAL	89,638	77,072	68,166	5,576	2,135

The 2021-22 Capital Expenditure Program successfully delivered \$68.2m of projects, as shown in Table 2.

Final carry forward is lower than last year at \$2.1 million.

The savings at the end of 2021-22 relate to the following items:

- \$631K unspent Asset Renewal funding – further information can be found in Section 6
- \$0.9 million unspent Roads funding – this is mainly the result of using external funding to deliver projects rather than Council funds, in addition to savings in the Road Resurfacing Program
- \$0.6 million savings in the Fleet program – as noted in the Executive Summary this sector was impacted by COVID-19 restrictions making it difficult to source replacement fleet
- \$0.8 million savings in the Council Building Minor Works Program due to facilities closures during Covid-19 lockdowns, contractor availability and supply chain shortages
- \$0.5 million savings in delivering the Footpath Improvement Program as a result of external funding being used to deliver projects rather than Council funds, in addition to better than anticipated tender outcomes on a number of projects
- Further detail on expenditure and savings by Program can be found in the Capital Works Program Quarterly Report June 2022. The remaining balance will be returned to the 2022-23 Capital Expenditure Program. Further information will be included in the September 2022 quarterly report.



2021-22 saw the completion of a number of projects that will produce significant benefits to the community. Table 3 provides a breakdown by project type with some highlights included below.

Table 3 - Project type, status and expenditure summary:

Project type	Delivery timeframe	No. of projects	Completed		Works in progress		Not yet commenced		Cancelled	
			No.	%	No.	%	No.	%	No.	%
Current Year	1 year	144	128	89%	9	6%	6	4%	1	1%
Multi-Year	1-3 yrs.	210	81	39%	116	55%	7	3%	6	3%
Major Projects	3-5 yrs.	32	15	47%	17	53%	0	0%	0	0%
TOTAL		386	224	58%	142	37%	13	3%	7	2%
Total Expenditure \$'000		68,166	43,016		25,146		4		0	

- Solar System and battery installations are complete at Seville Preschool, Hansen Preschool, Palm Grove Preschool, Chirnside Park Preschool, Bimbadeen Preschool, Warburton Waterwheel, CIRE Community School, Golden Wattle Club and Men's Sheds in Mooroolbark & Yarra Glen. Delivery of this project will not only reduce the carbon impact of these facilities, but will also help offset their rising energy costs.
- Monbulk Recreation Reserve Skate and Scooter Park Upgrade – jointly funded through the Growing Suburbs Fund, the new park features a half pipe, ledge, bench, rail, kicker, quarter pipe and fun box. The park was opened to the public in December 2021, with an official opening on January 28, 2022 attended by the Victorian State Deputy Premier, James Merlino MP and Yarra Ranges Mayor, Cr Jim Child.
- Lilydale Revitalisation encompasses several capital works projects, including streetscape improvements to Castella St, Lilydale; Lions Park Rejuvenation; Cycle Centre Nodes and the recently completed Lilydale Street Art. The piece, 'The Beautiful Suburban Bubble', was the result of an online community workshop, with Council's Youth Advisory Group helping to compile the artist brief. The mural depicts a young girl blowing bubbles across the suburb of Lilydale across to the nearby Dandenong Ranges, with native flora and fauna featured. Yarra Ranges Mayor, Cr Jim Child, said "Over the last year, we've been working with the State Government and the Lilydale Revitalisation Board to improve spaces around town. Our community members told us they wanted the image to be vibrant, colourful and modern, and I think the final mural shows positivity about our area and the future ahead of us. These revitalisation projects have all been the result of community feedback, and I'm excited to see these works get underway."
- The Roads for Community Initiative incorporates 70 road projects across the municipality. The largest project for 2021-22 was the completed upgrade to Forest St, Yarra Glen, which involved sealing 738m of unmade road, benefiting 45 properties.
- The Warburton Rail Trail has had 13kms of re-surfacing completed, bringing the trail up to a consistent P1 trail standard. Works included laying compacted toppings to improve drainage where water had impacted various sections of the trail surface, including: 5kms between Lilydale and Mt Evelyn; 400m at Owl Lands Reserve, Mt Evelyn; 4.5kms between Healesville-Koo Wee Rup Rd, Woori Yallock to Warburton Highway Launching Place and 3.2kms between Settlement Rd, Yarra Junction and Warburton Highway, Wesburn.

4. 2021-22 Carry Forward

Table 4 details the carry forward by project, for amounts over \$150k. Further detail on individual projects can be found in the Capital Works Program Quarterly Report June 2022, Appendix A.

Table 4 - Carry Forward to 2022-23:

Project	'000
Civic Centre Redevelopment	1,080,687
Seville Recreation Reserve Oval 1 Ground Reconstruction	893,619
RidgeWalk	475,735
Yarra Valley Trail	466,793
Pinks Reserve Stadium Improvements	312,000
Kimberley Reserve Community Sporting Pavilion	259,857
Nelson Road Shared Use Path	250,100
Warburton Highway, Wandin North Footpath	231,225
Community Sports Pavilion, Pinks Reserve, Kilsyth	184,772
Community Sports Pavilion, Millgrove	182,311
Township Improvements, Belgrave	170,000
Lysterfield Transfer Station Fire Service	159,988
TOTAL CARRY FORWARDS - over \$150,000	4,667,087
TOTAL CARRY FORWARDS	5,575,737

5. Contributed Funds Update

5.1 Public Open Space Fund

Yarra Ranges Council recognises the value of our open spaces and is committed to creating healthy and active environments for the community. Through the subdivision approval process and Subdivision Act 1988, Council is able to levy public open space contributions from developers. The monies received are exclusively spent on open space land purchases or capital improvements to public open space. There is an obligation on Council to expend the funds in the general area of the development as the requirement for the levy relates to the need created by the subdivision for additional open space or a more intense use of the open space. For this reason the Public Open Space Fund is detailed at a Ward level. The table below provides an update on the Public Open Space Fund as of 30 June 2022.

Table 5 - Public Open Space Fund Update as at 30 June 2022:

Ward	2021-22 Opening Balance \$	2021-22 Income \$	2021-22 Expenditure \$	2021-22 Closing Balance \$
Billanook	1,199,817	290,100	102,979	1,386,938
Chandler	91,970	61,500	10,938	142,532
Chirnside	2,222,076	28,800	76,683	2,174,193
Lyster	31,579	16,600	1,800	46,379
Melba	2,246,994	491,500	26,705	2,711,789
O'Shannassy	206,249	50,400	165,074	91,575
Ryrie	1,148,318	327,700	5,495	1,470,523
Streeton	193,798	-	-	193,798
Walling	2,927,965	846,794	209,120	3,565,639
Total	10,268,767	2,113,394	598,794	11,783,366

Table 6 - Public Open Space Fund Income Analysis as at 30 June 2022:

Ward	2018-19 Income \$	2019-20 Income \$	2020-21 Income \$	2021-2022 Income \$	Four year average \$
Billanook	293,150	386,145	173,400	290,100	285,699
Chandler	112,850	151,000	29,200	61,500	88,638
Chirnside	37,950	12,600	55,000	28,800	33,588
Lyster	16,500	16,900	26,000	16,600	19,000
Melba	523,395	530,785	219,027	491,500	441,177
O'Shannassy	113,500	110,395	-	50,400	68,574
Ryrie	204,648	12,800	78,000	327,700	155,787
Streeton	-	-	-	-	-
Walling	439,600	426,100	1,123,375	846,794	708,967
Total	1,741,593	1,646,725	1,704,002	2,113,394	1,801,429

The following table illustrates the projects that have been supported through the Public Open Space Fund in 2021-22.

Table 7 – 2021-22 Public Open Space Fund Expenditure Detail:

Public Open Space Fund Project Expenditure – by Ward	2021-22
Expenditure \$	1,080,687
Billanook	
Exercise equipment to playspaces	25,000
Local Paths Accessibility	20,000
Park Trails Connectivity	19,977
Master Plan Program1	38,002
Billanook Total	102,979

Public Open Space Fund Project Expenditure – by Ward	2021-22
Chandler	
Park Trails Connectivity	10,938
Chandler Total	10,938
Chirnside	
Local Paths Accessibility	40,000
Exercise equipment to playspaces	25,000
Green Spine Lighting	11,683
Chirnside Total	76,683
Lyster	
Master Plan Program1	700
Park Trails Connectivity	1,100
Lyster Total	1,800
Melba	
Master Plan Program1	7,477
Park Trails Connectivity	19,228
Melba Total	26,705
O'Shannassy	
Indigenous Heritage Visibility - Water Tank Art	23,550
Upper Yarra Reserve Park	125,012
Master Plan Program1	16,512
O'Shannassy Total	165,074
Ryrie	
Master Plan Program1	2,800
Parks Trails Connectivity	2,695
Ryrie Total	5,495
Walling	
Masterplan Program ¹	4,319
Elizabeth Bridge Reserve Ground Upgrade	204,801
Walling Total	209,120
Total Expenditure	598,794

¹ Works include feasibility, stakeholder engagement and identifying future works for Don Road Reserve, Belgrave Reserve, Lillydale Lake, Morrisons Reserve, Kilsyth Recreation Reserve, Warburton Reserve, Wesburn Park, McDermott Ave and Melba Park.

The 2021-22 Capital Expenditure Program identified the following projects to be funded from the Public Open Space Fund.

Table 8 - Public Open Space Fund Future Committed Projects:

Public Open Space Fund Project Expenditure – by Ward	Ward	\$
2022-23		
Land - 150 Cambridge Rd, Kilsyth	Walling	2,970,000
Indigenous Heritage Visibility	O'Shannassy/Ryrie/Chandler	105,000
Extension to Olinda Creek Trail	Billanook/Chandler	100,000
Parks Trails Connectivity	Billanook/Chandler	79,825
2023-24		19,977
Extension to the Olinda Creek Trail	Billanook/Chandler	519,150
Parks Trails Connectivity	Billanook/Chandler	70,750
Indigenous Heritage Visibility	O'Shannassy/Ryrie/Chandler	49,000
2024-25		
Chirnside Urban Park	Chirnside	884,286
Indigenous Heritage Visibility	Ryrie/Chandler	34,000
Parks Trails Connectivity	Melba	60,900
Total		4,872,911

5.2 Chirnside Park Major Activity Centre Development Contributions Plan

This Development Contributions Plan (DCP) was established in 2013, for a period of 20 years, and applies to all land (apart from exempted land) identified within the designated area on the Yarra Ranges Planning Scheme overlay map. It was initiated to support the funding of infrastructure within this area.

Table 9 - Development Contributions Plan Detail:

Project	Total Cost \$'000*	Levies to be collected \$'000*	Council Contri- bution \$'000*	Completion Status
Urban Park – Land acquisition	3,500	2,205	1,295	100%
Urban Park – Improvements	1,046	659	387	30%
Urban Park – Pedestrian Crossing	114	72	42	100%
Green Spine – Improvements	4,556	2,004	2,552	100%
Strategic Planning and DCP	427	218	209	100%
Total	9,643	5,158	4,485	

As at 30 June 2022, Council has recognised Development Contribution Plan levies totalling \$808k (\$26k in 2021/22) for this plan.

Council acquired a parcel of land in July 2016 at the corner of Kimberley Drive and Black Springs Road, Chirnside Park (Lot A) for the Urban Park. At the 27 March 2018 Council meeting the remaining land acquisition (Lot B) for the Urban Park was endorsed with the purchase finalised in late 2020.

In 2012-13 a number of Green Spine projects were delivered including footpath, Water Sensitive Urban Design drainage and landscaping works along Maroondah Highway, Chirnside Park totalling \$1.845m. The final element of Green Spine Improvements included a shared path with associated street furniture, soft landscaping and line marking. Construction commenced in 2019-20 and was finalised in 2020-21.

A Growing Suburbs Fund grant was secured in 2020-21 which will support delivery of the final project, Urban Park – Improvements. As at end June 2022, the detailed design package is complete and the consultant has submitted a planning permit application with an outcome expected by end August 2022. Pending the outcome, design will progress to tender package with a contractor expected to be appointed by December 2022.

5.3 Local Roads and Community Infrastructure Program

The Local Roads and Community Infrastructure Program (LRCI Program) is a Federal Government program that aims to stimulate additional infrastructure construction activity in local communities across Australia to assist communities to manage the economic impacts of COVID-19. The intended outcomes of the LRCI Program are to provide a temporary, targeted stimulus measure responding to the serious, ongoing economic impacts of COVID-19 and to deliver benefits to communities, such as improved road safety, accessibility and visual amenity.

Table 10 - LRCI Phase 1 – this program runs from 1 July 2020 to 31 December 2021. This remaining project for phase 1 was successful in receiving an extension until August 2022.

Approved Projects	Construction Start	Construction Completion	Project Update	LRCI - Original Allocation	LRCI Final Expenditure
McNicol Road, Tecoma Footpath	May-21	Aug-21	Completed	417,000	191,868



Table 11 - LRCI Phase 2 - of the Program will run from 14 December 2020 to 30 June 2022.

Approved Projects	Construction Start	Construction Completion	Project Update	LRCI - Original Allocation	LRCI Final Expenditure
Upwey South Tennis Court Renewal	Jul-21	May-22	Completed	384,400	384,400
Green Spine Path Lighting	Aug-22	Oct-22	Delayed	152,190	-
Lilydale to Warburton Rail Trail Improvements	Mar-22	Jun-22	Completed	45,000	47,386
Morrison Sports Complex Fence Upgrade	Dec-21	Jan-22	Completed	70,000	72,815
Morrison Sports Complex - Shelters and Synthetic Turf	Sep-21	Nov-21	Completed	200,000	193,059
Black Springs Rd, Chirnside Park (Stanley Street to Brushy Creek Bridge)	Nov-21	Feb-22	Completed	441,375	547,424
Community Solar Program	Jan-22	Jun-22	Completed	250,000	238,513
Community Sports Pavilion, Kimberley Reserve	Sep-21	Dec-22	Under construction	600,000	506,900
Community Sports Pavilion, Millgrove	Sep-21	Jul-22	Under construction	429,695	266,906
Lilydale Rd, Healesville	Dec-21	Aug-22	Under construction	1,150,000	974,695
Woods Point Rd Upgrade, Warburton	May-21	Apr-22	Completed	400,000	255,308
Old Melbourne Road, Chirnside Park	Sep-21	May-22	Consultation/ Design	500,000	405,757
Smith Street, Healesville	Sep-21	May-22	Completed	1,000,000	791,941
TOTALS				5,622,660	4,685,104

Table 12 - LRCI Phase 3 – of the program will run from 1 January 2022 through to 30 June 2023. The longer delivery timeframe will allow for larger, more complex projects that will have a greater positive impact on the community to be prioritised. Yarra Ranges Council has successfully secured \$4,292,726 in Phase 3 funding.

Approved Projects	Updated Construction	Updated Construction	Jobs Supported - Council	Jobs Supported - all contractor	Project Update	Approved LRCI
Powelltown Pavilion	Aug-22	May-23	2	40	Tender Phase	1,500,000
Climate Resilient Buildings for Our Community Program - upgrades	Mar-23	Jun-23	1	8	Consultation/ Design	1,500,000
Wesburn Pump Track	Aug-22	Jun-23	0	5	Consultation/ Design	470,000
Victoria Rd, Coldstream (The Gateway to MacIntyre Lane)	Dec-22	Jun-23	2	10	Consultation/ Design	822,726
TOTALS			5	63		4,292,726

Table 13 - LRCI Phase 3 - Extension - of the program will run from 1 July 2023 through to 30 June 2024

Approved Projects	Updated Construction	Updated Construction	Jobs Supported - Council	Jobs Supported - all contractor	Project Update	Approved LRCI
To be determined						2,146,363



5.4 Roads to Recovery

Roads to Recovery (R2R) is a Federal Program that supports the maintenance of the nation's local road infrastructure, to facilitate greater access and improved safety, economic and social outcomes for Australians. Under the R2R agreement Council receives an annual grant for the delivery of road projects. These projects can be wholly funded by R2R or jointly funded by Council with the Council contribution coming from existing road program budgets or Road Improvement Special Charge Schemes. The revised grant available for 2019-2024 is \$10,731,815, equating to \$2,146,363 per annum.

The table below shows the projects intended to be delivered with this funding at the start of the year and an update on final allocations.

Table 14 – 2021-22 Roads to Recovery Expenditure Detail:

Roads to Recovery Project	2021-22 R2R distribution \$'000	Final 2020-21 R2R distribution \$'000	Jobs Supported - Council
Wandin East Road, Wandin North	688	433	To be completed in 2022-23
Melba Avenue, Lilydale	358	0	Delayed until 2023-24
MacIntyre Lane, Yering	400	0	To be completed in 2022-23
Cement Creek Rd Bridge	700	0	To be completed in 2022-23
Wandin Creek Rd, Wandin East SCS	0	270	Project complete
Chaundy Rd, Belgrave South SCS	0	112	Project complete
Lilydale Road, Healesville	0	0	To be completed in 2022-23
	2,146	815	

5.5 Roads for the Community Initiative

In 2019 the Federal Government announced the \$150 million Roads for the Community Initiative (RFCI), a nine-year funding plan to seal roads within the Dandenong Ranges and surrounding areas to provide connectivity and complete the sealed road network within the local area. In the early years of the program the sealing of roads bordering schools, preschools and community facilities have been prioritised. A number of projects were completed in 2021-22 as detailed in Table 15

Table 15 – 2021-22 RFCI Project detail

RFCI Project	Expenditure \$'000	Comment
Forest St, Yarra Glen Road Upgrade	1,077	Project completed
Chalet Rd, Olinda Road Upgrade	129	Project completed
Black Street Group, Lilydale - RFCI	135	Project completed
Old Gippsland Road, Lilydale - RFCI	164	Project completed
Walker Rd, Seville Road Upgrade - RFCI	399	Project completed
Greenwell Rd, Selby Road Upgrade	219	Project completed
Riley Rd, Upwey Road Upgrade	367	Project completed

Delivery of the program continues in 2022-23. A number of projects are due to commence construction as detailed in Table 16. A large number of projects will also be designed in 2022-23 to allow for construction in future years.

Further detail on projects to be delivered under this program can be found in the 2022-23 to 2031-32 Capital Expenditure Program.

Table 16 – RFCI projects scheduled for 2022-23

RFCI Project	2022-23 Budget \$'000	2023-24 Budget \$'000	Comment
Adrienne Court Group, Millgrove	200		Under construction.
Alfred St and John St, Wandin North	78	1,068	Delayed until 2023-24
Alpine Street Group, Warburton	892		Due for delivery in 2023-24.
Austral Avenue Road Group, Upwey	27	494	Due for delivery in 2022-23.
Banksia Circuit Road Group, Wesburn	63	958	Due for delivery in 2023-24.
Bannerman Street Road Group, Yarra Junction	149	1,774	Due for delivery in 2023-24.
Barrowby Avenue Road Group, Woori Yallock	53	948	Due for delivery in 2023-24.
Belbrook Road Group, Upwey	27	480	Due for delivery in 2023-24.
Bell Street Group, Seville	1,139		Due for delivery in 2023-24.
Benton Road Group, Healesville	873		Due for delivery in 2022-23.
Beverley Drive Road Group, Healesville	95	1,355	Due for delivery in 2022-23.
Birmingham Svc Rd & Wedderburn Cres, Mt Evelyn	41	730	Due for delivery in 2023-24.
Black Street Group, Lilydale	200		Due for delivery in 2023-24.
Bonza View, Kalorama	258		Under construction. Due for delivery in 2022-23.
Boronia Rd Group, Warburton (was Anne Cres)	350		Due for delivery in 2022-23.
Burchett Street Road Group, Monbulk	58	1,043	Due for delivery in 2022-23.
Cairncroft Ave Road Group, Launching Place	58	1,037	Due for delivery in 2023-24.
Campbell Road Group, Healesville	434		Due for delivery in 2023-24.
Carroll Street Road Group, Launching Place	142	2,018	Due for delivery in 2022-23.
Cedar Court Road Group, Monbulk	51	919	Due for delivery in 2023-24.
Deans Road Group, Upwey	132	1,902	Due for delivery in 2023-24.
Dorothy Road Group, Mount Evelyn	122	1,467	Due for delivery in 2023-24.
Falls Road Group, Mount Evelyn	76	1,361	Due for delivery in 2023-24.
Georges Road Group, The Patch	53	949	Due for delivery in 2023-24.
Gleghorn Road, Kallista	1,477		Due for delivery in 2023-24.

RCFI Project	2022-23 Budget \$'000	2023-24 Budget \$'000	Comment
Grandview Crescent Group, Healesville	268		Due for delivery in 2022-23.
Haag Road Group, Seville	1,406		Due for delivery in 2022-23.
Halcyon Avenue Road Group, The Patch	91	1,485	Under construction. Due for delivery in 2022-23.
Hearse Road, Millgrove	406		Due for delivery in 2023-24.
Heath Rd Group, Belgrave Heights	501		Due for delivery in 2022-23.
Henry Street and Lester Street, Woori Yallock	51	927	Under construction. Due for delivery in 2022-23.
Hyne Street, Lilydale	30		Due for delivery in 2023-24.
Junction Road Group, Mount Evelyn	140	1,719	Under construction. Due for delivery in 2022-23.
Mace Court Road Group, Mount Evelyn	246	2,658	Due for delivery in 2023-24.
Marna Street, Healesville	200		Due for delivery in 2023-24.
McOwan Crescent Road Group, Yarra Junction	56	1,016	Due for delivery in 2022-23.
Menzies Road, Menzies Creek	1,150		Due for delivery in 2023-24.
Miller Street and Montpellier Street, Healesville	330		Under construction. Due for delivery in 2022-23.
Mont Vue, Lilydale	180		Under construction. Due for delivery in 2022-23.
Morna Street and Oak Street, Lilydale	200		Under construction. Due for delivery in 2022-23.
Mt Morton Rd, Hood St, Belgrave Heights	2,095		Due for delivery in 2022-23.
Nation Road, Selby	1,028		Due for delivery in 2022-23.
Oak Grove and Wilkilla Road, Mount Evelyn	48	865	Due for delivery in 2022-23.
Park Street Road Group, Wandin North	75	1,344	Due for delivery in 2023-24.
Roma Avenue Group, Badger Creek	1,662		Due for delivery in 2023-24.
School Road and Valley Road, Seville	740		Under construction. Due for delivery in 2022-23.
Station Road Group, Seville	1,247		Due for delivery in 2022-23.
Tainton Street and Railway Parade, Wandin North	65	1,161	Due for delivery in 2022-23.
Victoria Road Group, Seville	1,730		Due for delivery in 2023-24.
Witnish St and Victoria St (part), Yarra Junction	30		Under construction. Due for delivery in 2022-23.

6. Asset Renewal Reserve

Yarra Ranges Council's asset portfolio is worth more than \$1.5 billion. As Council assets age, deteriorate and otherwise fail to meet service requirements, additional investment in asset maintenance and renewal expenditure is required. The primary purpose of Council's asset portfolio is to support and enable the delivery of Council services to the community in an effective and cost-efficient manner. With its large asset portfolio Council anticipates significant renewal works will be required in the future. The Asset Renewal Reserve (ARR) was created to address this gap, allocating the additional renewal funding to projects based on an evaluation of asset need versus current funding levels.

In 2021-22, the Asset Renewal Reserve distributed \$4.4 million directly to projects. The majority of ARR was spent as detailed in Table 17.

Table 17 – 2020-21 Asset Renewal Reserve Expenditure Detail:

Asset Renewal Reserve Projects*	Expenditure \$'000
Trail Rehabilitation projects	446
Kimberley Reserve Community Sporting Pavilion	377
Community Sports Pavilion, Mt Evelyn	289
Upwey South Tennis Court renewal	161
Upwey Skate Park redevelopment	160
East Warburton Public Hall Playspace	150
Yarra Glen Bowls Club renewal	144
Parks & Bushland Fence renewals	130
Manchester Road, Mooroolbark - footpath rehabilitation	128
Don Road Recreation Reserve No. 2 Sports Field Lighting Renewal, Healesville	103

**This table provides an update on projects with expenditure exceeding \$100,000. Projects that have additional funding sources (such as grants) may have total expenditure that exceeds the amount shown in the table.*

There were a number of projects with underspends in 2022-23. Under the governance arrangements, a carry forward will only be permitted if the project is underway. If not, the funds will be returned to the Asset Renewal Reserve for reallocation in future years. In total, \$631K will be returned for 2022-23. The majority of this relates to unspent 2021-22 Asset Renewal Reserve funding returned for future allocation.

The 2022-23 Capital Expenditure Program allocates \$6.5 million of ARR funding directly to projects in 2022-23. This is lower than in some previous years due to a focus on delivering the significant quantum of external funds recently secured, such as LRCI. An additional \$14.8 million of renewal is being undertaken through other programs bringing Yarra Ranges total renewal investment in 2022-23 to \$21.3 million.

Future distributions are linked to the Long Term Financial Plan, Asset Management Plans and operational requirements. For the Asset Renewal Reserve, the annual distribution is likely to be up to \$13 million, depending on capacity to deliver, as shown in Table 18. A balance of \$96.4 million is available within the Asset Renewal Reserve, as published in the 2022-23 Capital Expenditure Program, over the next 10 years, as detailed in Table 18.

Table 18 - Asset Renewal Reserve Balance 2021-22 to 2030-31 as per 2020-21 Capital Expenditure Program

2022-23 \$'000	2023-24 \$'000	2024-25 \$'000	2025-26 \$'000	2026-27 \$'000	2027-28 \$'000	2028-29 \$'000	2029-30 \$'000	2030-31 \$'000	2031-32 \$'000
0	3,042	7,247	8,449	12,946	12,946	12,946	12,946	12,946	12,946

Note, as per Capital Expenditure Program reporting, budgets are in 2022-23 dollars, indexed at 1.75% per year, compounded. Other reporting of the asset renewal strategy, including strategic asset planning reports, are commonly in dollars of the day and may generate some variance to figures reported here.



7. Major Projects

Major Projects run over multiple years and may involve detailed community consultation and design phases. These early phases may take place in the year before construction.

Table 19 – 2021-22 Major Projects Detail:

Major Projects*	Expenditure \$'000
Civic Centre Redevelopment	8,348
Kimberley Reserve Community Sporting Pavilion	2,008
Pinks Reserve Netball Court Covers	1,876
Community Sports Pavilion, Millgrove	1,800
Community Sports Pavilion, Mount Evelyn	1,234
Warburton Community Recreation Precinct	865
Lilydale Operations Centre Amenities Renewal	843
Belgrave Community Library Redevelopment	826
Biochar Facility	727
Belgrave Lake Park Playspace Upgrade	660
Seville Recreation Reserve Oval 1 Ground Reconstruction	621
Monbulk Recreation Reserve Skate and Scooter Park Upgrade	580
Upper Yarra Reservoir Park Playspace New	472
Community Sports Pavilion, Pinks Reserve, Kilsyth	354
Upwey Skate Park	297
Mooroolbark Heights Reserve, Mooroolbark Playspace ARR	259
Pinks Reserve Stadium Improvements	248
Bailey Road, Mt Evelyn Playspace	203
Luke Polkinghorne Reserve, Mooroolbark Playspace ARR	195
Monbulk Recreation Reserve, Monbulk Playspace	177
East Warburton Public Hall Playspace	150
Oonah Belonging Place, Healesville FCF	128

*This table provides an update on projects with expenditure exceeding \$100,000.

A number of Major Projects were successfully delivered this year and handed over to the community to enjoy including Belgrave Community Library Redevelopment, Monbulk Recreation Reserve Skate and Scooter Park Upgrade, Upwey Skate Park and playspaces in Lilydale, Mooroolbark, East Warburton, Monbulk, Belgrave and Upper Yarra.

Several other projects are currently in progress including Warburton Community Recreation Precinct, Community Sports Pavilions in Millgrove, Chirnside Park and Mt Evelyn, Seville Recreation Reserve Oval 1 Ground Reconstruction, Biochar facility and playspaces in Mooroolbark and Mt Evelyn.



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