Agenda

Risk Management and Audit Committee Meeting

I hereby give notice that a Risk Management and Audit Committee Meeting will be held on:

Date: Friday, 31 July 2026

Time: 9:00 AM

Location: Council Chambers Darrandirra
Level 1, Civic Centre
Harry Chan Avenue, Darwin

Simone Saunders

Chief Executive Officer

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darwin.nt.gov.au

RISK MANAGEMENT AND AUDIT COMMITTEE MEMBERS

Chairperson Roland Chin

Deputy Lord Mayor Jimmy Bouhoris

Community Member Sanja Hill

Community Member Tanya Jacobs

Councillor Mick Palmer

Community Member Shara Reid

Councillor Nicole Brown

OFFICERS

Chief Executive Officer, Simone Saunders

General Manager Corporate, Natalie Williamson

Order of Business

1 ACKNOWLEDGEMENT OF COUNTRY

2 MEETING DECLARED OPEN

3 APOLOGIES AND LEAVE OF ABSENCE

3.1 Apologies

3.2 Leave of Absence Granted

3.3 Leave of Absence Notified

4 ELECTRONIC MEETING ATTENDANCE

4.1 Electronic Attendance Granted

4.2 Electronic Attendance Requested

5 DECLARATION OF INTEREST OF MEMBERS AND STAFF

6 CONFIRMATION OF PREVIOUS MINUTES

Risk Management and Audit Committee Meeting - 15 May 2026

7 MOVING OF ITEMS

7.1 Moving Open Items into Confidential

7.2 Moving of Confidential Items into Open

8 DEPUTATIONS AND BRIEFINGS

9 OFFICER REPORTS

9.1 MONTHLY FINANCIAL REPORTS - APRIL TO MAY 2026

Author: **Executive Manager Finance**

Authoriser: **General Manager Corporate**

Attachments: **1. Monthly Financial Report - April 2026**
2. Monthly Financial Report - May 2026

RECOMMENDATIONS

THAT the report entitled Monthly Financial Reports – April to May 2026 be received and noted.

PURPOSE

The purpose of this report is to provide the Monthly Financial Reports to the Risk Management and Audit Committee.

KEY ISSUES

- Monthly Financial Reports for the months of April 2026 at **Attachment 1**, and May 2026 at **Attachment 2** are provided.

DISCUSSION

Summary of key results the period April to May 2026

- Monthly Financial Reports are at a point in time.
- May YTD 2026 Operating deficit of $9.5M against budgeted YTD deficit of $12.3M; a favourable variance of $2.8M.
- The favourable operational variance is a result of higher income of $5.5M from interest revenue and statutory charges, which has been partially offset by higher overall expenditure ($2.6M) impacted by Tropical Cyclone Fina and higher depreciation expenditure.
- Capital expenditure of $48.3M against YTD budget of $63M; YTD variance mainly relates to timing of projects which will span multiple years.
- Cash and Investments balance of $131.4M; $90.4M restricted reserve cash and $42.4M placed against variable loan offsets.

City of Darwin operations were significantly impacted by Tropical Cyclone Fina (TCF) emergency and recovery response with diversion of resources, deferment of programs and YTD expenditure of $13.4M (including $0.5M commitments).

A submission for Disaster Recovery Funding Arrangement (DRFA) is being finalised with an indicative estimate of $6M to $9M. Council’s cost sharing contribution with NTG is capped at $0.4M and will be deducted from the claim.

Insurance claims of approximately $1.4M are ongoing and will attract a minimum of $500k in deductibles. It is expected that insurance values are finalised within the next three months, whilst the DRFA outcome may be towards the end of 2026.

PREVIOUS COUNCIL RESOLUTION N/A	
STRATEGIC PLAN ALIGNMENT	6 Governance Framework 6.4 Accountability
BUDGET / FINANCIAL / RESOURCE IMPLICATIONS	**Budget/Funding:** N/A
LEGISLATION / POLICY CONTROLS OR IMPACTS	**Legislation:** N/A **Policy:** N/A
CONSULTATION, ENGAGEMENT & COMMUNICATION	**Engagement Level:** Inform **Tactics:** Monthly Financial Reports are provided to Council at the Ordinary Council meeting for the proceeding period. Monthly Financial Reports are in the Open Agenda for public disclosure.
DECLARATION OF INTEREST	The report author does not have a conflict of interest in relation to this matter. The report authoriser does not have a conflict of interest in relation to this matter. If a conflict of interest exists, staff will not act in the matter, except as authorised by the CEO or Council (as the case requires).

14 RECEIVE & NOTE REPORTS

14.1 MONTHLY FINANCIAL REPORT - APRIL 2026

Author:	**Manager Accounting Services** **Executive Manager Finance**
Authoriser:	**General Manager Corporate**
Attachments:	**1. Monthly Financials** ⇩

RECOMMENDATIONS

THAT the report entitled Monthly Financial Report – April 2026 be received and noted.

PURPOSE

The purpose of this report is to provide a summary of the financial position of Council for the period ended 30 April 2026.

Further, this report and the contents are required to be presented to Council in compliance with the *Local Government (General) Regulations 2021*.

KEY ISSUES

The Monthly Financial Report includes:

- Income Statement, which compares actual YTD income and expenditure against YTD budget.
- Fund Flow Statement (Monthly Operating Position), which outlines the effect on General Funds.
- Statement of Financial Position (Balance Sheet), which outlines what Council owns (assets) and what it owes (liabilities) at a point in time.
- Notes to the Balance Sheet, this includes further details on the Cash Balance, Trade Debtors, Trade Creditors, and a statement on Council's current payment and reporting obligations.
- Lord Mayor and CEO council credit card transactions.
- Investments, which provides details of treasury activities, investments as at month end.
- Procurement Reporting, which is a summary of contract variations and exempt procurement.
- Capital Expenditure and Funding, which compares YTD capital expenditure and funding against YTD budget.
- Planned Major Projects Capital Works, provides a high-level financial overview of our major projects at a point in time.

DISCUSSION

April 2026 – Year to Date Results

The year-to-date operating result until 30 April 2026 is **a deficit of $10.5M compared to a Budgeted deficit of $12.4M** as highlighted in the table below.

	YTD Actual $'000	YTD Budget $'000	Variance $'000
Operating Surplus/ (Deficit)	**(10,482)**	**(12,437)**	**1,955 Favourable**

The Net Operating Position reflects a favourable variance $2M against the year-to-date revised budget. The result is mainly attributable to favourable variance in User Fees and Charges, Statutory Charges, Interest/Investment Income and Employee Expenses. These gains are partially offset by unfavourable variances in Material, Contract & Services and Depreciation expense.

Further details on material variances are outlined below.

Income

Total Operating Income is tracking above budget by $3.9M (3.4% Favourable YTD variance).

Statutory charges show a favourable variance of $1.2M, driven by higher parking compliance volumes. Growth has moderated since December, with compliance stabilising and only small month-to-month movements.

User fees and charges show a favourable variance of $0.7M, largely driven by increased revenue from the Parking income.

Interest and investment income surpassed the YTD target by $1.9M, This result was mainly influenced by the timing and management of external borrowings, which led to higher cash balances. The increased cash holdings allowed for a larger investment portfolio than initially budgeted.

Expenditure

Total Expenses are over budget by $1.9M (1.5% YTD Unfavourable Variance).

Employee cost continues to track favourably to budget by $3.5M reflecting timing of employee entitlements and vacancies. This is offset by contract labour and services to maintain delivery and service standards.

Material, contract, and services have an annual budget of $68M across a broad range of operational expenditure categories. As of April, consolidated YTD expenditure exceeded budget by $4.2 million, resulting in an unfavourable variance. This variance is primarily driven by costs associated with Tropical Cyclone Fina recovery works, including emergency response activities, clean-up operations and expenditure occurred on damaged assets and infrastructure. Assessment of damage, insurance recoveries, and disaster funding reimbursement is underway, and a budget variation will be submitted to reflect the confirmed treatment and funding requirements.

Statement of Fund Flows

The variances are related to a mismatch in the timing of projects and budget profiles, and the reason described above under the operating statement commentary.

Capital expenditure and Transfer from Reserves relates to timing of capital projects.

Cash and Investments Note A

City of Darwin has achieved 4.58% on weighted average interest rate on its end of month cash and investment portfolio of $100M (excluding loan offset $42.4M). This result represents a continued outperformance against the Bloomberg AusBond 90-Day Bank Bill Index benchmark of 4.39%.

Compliance remained strong during the month, with no investment policy breaches recorded. All investments were maintained within approved credit, term, and counterparty limits.

Accounts Receivable (Trade Debtors) Note B

This section provides the aged debtors outstanding for general debtors and infringements.

Accounts Payable (Trade Creditors) Note C

Accounts Payable owing at end of month at the time of reporting. City of Darwin recognises the liability of invoices once goods are receipted as received.

Procurement Reporting

Under the Local Government (General) Regulations, Council is required to disclose at the next Council meeting and on the City of Darwin website:

- contract variations:
  - where a tender was not required, however the total cost exceeds $100,000, or
  - where a contract requiring a tender is varied by 10%.
- exempt procurement greater than $100,000.

Contract Variations

There were no reportable contract variations for April 2026.

Exempt Procurement

Vendor	Supply	Cost	Applicable Exemption
Proper Creative	Road Surface Treatment Installation	$135,160.00	Reg 38(1)(i) only one supplier
NT Recycling Solutions	Recyclables processing, specifically, processing of comingle bulk load	$207,979.20	Reg 38(1)(i) only one supplier
Motor Vehicles Registry NT	Registration fees for combined registerable fleet prior to 25 April 2026	$133,629.60	Reg 38(1)(i) only one supplier
Inuit Technologies	Dell Isilon warranty renewal 03/06/2026 - 02/06/2027	$179.112.39	Reg 38(1)(d) the renewal of an existing licence

Certification by the CEO to the Council

That, to the best of the CEO's knowledge, information and belief:

(1) The internal controls implemented by the council are appropriate; and

(2) The council's financial report best reflects the financial affairs of the council.

S.Saunders

CEO Signed

21 May 2026

PREVIOUS COUNCIL RESOLUTION N/A	
STRATEGIC PLAN ALIGNMENT	6 Governance Framework 6.3 Decision Making and Management
BUDGET / FINANCIAL / RESOURCE IMPLICATIONS	N/A
LEGISLATION / POLICY CONTROLS OR IMPACTS	Part 2 Division 7 the *Local Government (General) Regulations 2021* require that a monthly financial report is presented to Council each month setting out: (a) the actual income and expenditure of the council for the period from the commencement of the financial year up to the end of the previous month; and (b) the most recently adopted annual budget; and (c) details of any material variances between the most recent actual income and expenditure of the council and the most recently adopted annual budget. Regulation 17(5) Part 2 Division 7 the Local Government (General) Regulations 2021 require that the monthly report must be accompanied by: (a) a certification, in writing, by the CEO to the council that, to the best of the CEO's knowledge, information and belief: (i) the internal controls implemented by the council are appropriate; and (ii) the council's financial report best reflects the financial affairs of the council; or (b) if the CEO cannot provide the certification – written reasons for not providing the certification. The report is compliant with the requirements of the *Local Government Act 2019* and *Local Government (General) Regulations 2021*.
CONSULTATION, ENGAGEMENT & COMMUNICATION	N/A
DECLARATION OF INTEREST	The report author does not have a conflict of interest in relation to this matter. The report authoriser does not have a conflict of interest in relation to this matter. If a conflict of interest exists, staff will not act in the matter, except as authorised by the CEO or Council (as the case requires).

Income Statement **For the Period Ended 30 April 2026**	**2025/26**			
	YTD			**FY**
	Actual	**Budget**	**Variance**	**Revised Budget**
	$'000	**$'000**	**$'000**	**$'000**
Operating Income				
Rates	67,103	67,065	38	80,478
Charges	8,667	8,665	2	10,398
Statutory Charges	3,842	2,667	1,175	3,136
User Fees and Charges	26,419	25,681	738	30,572
Operating Grants and Subsidies	3,811	3,759	52	4,546
Interest / Investment Income	5,145	3,209	1,936	3,851
Commercial & Other Income	2,136	2,178	(42)	2,988
Total Income	**117,123**	**113,224**	**3,899**	**135,970**
Operating Expenses				
Employee Expenses	32,904	36,415	3,511	43,720
Materials, Contracts & Services	61,624	57,381	(4,243)	68,185
Elected Member Allowances	586	693	107	832
Elected Member Expenses	42	45	3	45
Council Committee Allowances	7	17	10	20
Depreciation, Amortisation & Impairment	30,912	27,947	(2,965)	33,536
Interest Expenses	1,530	3,163	1,633	5,664
Total Expenses	**127,605**	**125,661**	**(1,944)**	**152,002**
Budgeted Operating Surplus/ (Deficit)	**(10,482)**	**(12,437)**	**1,955**	**(16,032)**
Capital Grants Income	170	2,786	(2,616)	5,392
Net Surplus/(Deficit)	**(10,312)**	**(9,651)**	**(661)**	**(10,641)**

Statement of Fund Flows	2025/26			
Monthly Statement of Operating Position	YTD			FY
For the Period Ended 30 April 2026	Actual $'000	Budget $'000	Variance $'000	Revised Budget $'000
Net Operating Result from Income Statement	**(10,482)**	**(12,437)**	**1,955**	**(16,032)**
Add Non Cash Items				
Add Back Depreciation (Non-Cash)	30,912	27,947	2,965	33,536
Add Back Other Non-Cash Items	0	0	0	2,100
Total Non Cash Items	**30,912**	**27,947**	**2,965**	**35,636**
Less Additional Outflows				
Repayment of borrowings & advances	(5,179)	(5,070)	(109)	(6,084)
Capital Expenditure	(40,127)	(59,987)	19,860	(69,197)
Total Additional Outflows	**(45,306)**	**(65,057)**	**19,751**	**(75,281)**
Add Additional Inflows				
Capital Grants Income	170	2,786	(2,616)	5,392
Sale of Infrastructure, Property, Plant & Equipment	150	427	(277)	512
Transfers from/(to) Reserves	30,874	46,334	(15,460)	50,173
Total Additional Inflows	**31,194**	**49,547**	**(18,353)**	**56,077**
Net Increase (-Decrease) in Funds	**6,318**	**0**	**6,318**	**400**

Statement of Financial Position as at 30 April 2026	2025/26 Actual $'000	Note	FY Revised Budget $'000
Current Assets			
Cash at Bank & Investments	40,946	A	18,760
Cash at Bank & Investments - externally restricted	38,238	A	28,818
Cash at Bank & Investments - internally restricted	63,275	A	53,395
Trade & Other Receivables	8,216	B	16,260
Rates & Charges Receivables	11,016		-
Inventories	331		273
Total Current Assets	**162,022**		**117,506**
Non-Current Assets			
Infrastructure, Property, Plant and Equipment	1,384,876		1,325,094
Lease Right of Use Assets	1,353		-
Total Non Current Assets	**1,386,229**		**1,325,094**
Total Assets	**1,548,251**		**1,442,600**
Current Liabilities			
Trade Payables & Other Payables	8,974	C	22,573
Accruals	4,080		-
ATO & Payroll Liabilities	- 545	C	-
Rates Revenue struck (in advance)	17,725		-
Borrowings	3,417		6,975
Provisions	6,300		7,886
Lease Liabilities	663		950
Total Current Liabilities	**40,614**		**38,384**
Non-Current Liabilities			
Trade & Other Payables	7		-
Borrowings	73,713		68,411
Provisions	46,269		53,799
Lease Liabilities	797		599
Total Non-Current Liabilities	**120,786**		**122,810**
Total Liabilities	**161,400**		**161,194**
NET ASSETS	**1,386,851**		**1,281,406**
Equity			
Accumulated Surplus	286,205		331,495
Asset Revaluation Reserve	999,133		867,298
Other Reserves	101,513		82,613
TOTAL EQUITY	**1,386,851**		**1,281,406**

*Please note that these reports are unaudited management financial reports. Information contained in the reports were current as at the date of the reports and may not reflect any event or circumstances which occurred after the reports were completed.

Monthly Balance Sheet Report (Notes to the Statement of Financial Position) as at 30 April 2026

Note A. Details of Cash and Investments Held

Investments Report attached, which provides details of treasury activities, investments as at the end of the Month. City of Darwin has achieved 4.58% on weighted average interest rate (excluding Cash on Call) on its April 2026 cash and investment portfolio of $100M (excluding $42.4M Variable Loans Surplus/Offset). There have been no investment policy breaches in this month. The Investment Reports include surplus cash funds that are placed against variable loans. These funds are considered 'at call' as they can be accessed in short time frames.

Cash at Bank & Investments	$'000
Cash at Bank & Investments #	40,946
Cash at Bank & Investments - externally restricted	38,238
Cash at Bank & Investments - internally restricted	63,275
Total Cash at Bank & Investments	**142,459**

Cash at Bank & Investments includes Cash on Call of $42.4M

Note B. Statement of Trade Debtors*	Past Due 1 – 30 Days	Past Due 31 – 60 Days	Past Due 61-90 Days	Past Due 90+ Days	Total *
Other Trade Receivables and Other Receivables	$4,598,324	$2,271,860	$735,695	$610,403	$8,216,282
Total Trade and Other Receivables	$4,598,324	$2,271,860	$735,695	$610,403	$8,216,282

Note C. Statement on Trade Creditors*	Past Due 1 – 30 Days	Past Due 31 – 60 Days	Past Due 61-90 Days	Past Due 90+ Days	Total*
General Trade Creditors	($4,904,825)	($5,052)	($2,488)	($4,108)	($4,916,473)
ATO & Payroll Liabilities	$544,529				$544,529
Other Trade Payables & Other Payables	($4,057,520)	$0	$0	$0	($4,057,520)
Total Trade and Other Payables	($8,417,817)	($5,052)	($2,488)	($4,108)	($8,429,465)

Note D. Statement on Australian Tax Office (ATO) and Payroll Obligations

The Council has met its payment and reporting obligations for GST, Fringe Benefits Tax, PAYG withholding tax, superannuation, and insurance for the month April 2026.

*Please note that these reports are unaudited management financial reports. Information contained in the reports were current as at the date of the reports and may not reflect any event or circumstances which occurred after the date the reports were completed.

Table 4. Member and CEO Council Credit Card Transactions for the Month
For the Month Ended 30 APR 2026

Cardholder Name: CEO

Transaction Date	Amount $	Supplier's Name	Reason for the Transaction
16-Apr-26	20.00	Paystay	Parking
Total	**20.00**		

Cardholder Name: Lord Mayor

Transaction Date	Amount $	Supplier's Name	Reason for the Transaction
		NIL	
Total	-		

INVESTMENTS REPORT TO COUNCIL
AS AT
30 April 2026

Investment and Cash at Call/Offset Distribution by Term to Maturity

Term to Maturity Policy Limits
There have been no breaches in Term to Maturity Policy limits for the month of April 2026

Term to Maturity Category	% of Total Portfolio	Term to Maturity (Policy Max.)	Term to Maturity (Policy Min.)
Less than 1 Year			
Term Deposits	60%		
Business Online Saver Accounts	4%		
Floating Rate Notes	0%		
General Surplus on Variable Loans	31%		
Bonds	0%		
Less than 1 Year Total	**95%**	**100%**	**30%**
Greater than 1 Year less than 3 Years			
Term Deposits	2%		
Business Online Saver Accounts	0%		
Floating Rate Notes	2%		
Bonds	0%		
Greater than 1 Year less than 3 Years Total	**4%**	**70%**	**0%**
Greater than 3 Years			
Term Deposits	0%		
Business Online Saver Accounts	0%		
Floating Rate Notes	1%		
Bonds	0%		
Greater than 3 Years Total	**1%**	**30%**	**0%**
Greater than 5 Years			
Term Deposits	0%		
Business Online Saver Accounts	0%		
Floating Rate Notes	0%		
Greater than 5 Years	**0%**	**10%**	**0%**
Total	**100%**		

Investment Distribution by Portfolio Credit Rating

Portfolio Distribution Credit Rating Limits
There have been no breaches in Portfolio Credit Rating Limits for the month of April 2026

Credit Rating - Maximum Individual Limit	ADI	Counterparty	% of Total Portfolio	Individual Counterparty Limits of Total Investments
AA-	Commonwealth Bank of Australia Ltd	Commonwealth Bank of Australia Ltd	12%	50%
	National Australia Bank Ltd	National Australia Bank Ltd	18%	50%
	Westpac Banking Corporation Ltd	Westpac Banking Corporation Ltd	37%	50%
	ANZ Banking Group Ltd	ANZ Banking Group Ltd	11%	50%
AA-	Suncorp Bank	ANZ Banking Group Ltd	9%	30%
A-	Bank of Queensland Ltd	Bank of Queensland Ltd	2%	30%
BBB+	Bendigo & Adelaide Bank Ltd	Bendigo & Adelaide Bank Ltd	2%	10%
	Great Southern Bank	Great Southern Bank	6%	10%
BBB	Maitland Mutual Bank Ltd	Maitland Mutual Bank Ltd	1%	10%
	Heritage and People's Choice Limited	Heritage and People's Choice Limited	1%	10%
	Defence Bank Ltd	Defence Bank Ltd	1%	10%
Grand Total			**100%**	

Credit Rating - Maximum Portfolio Limit	% of Total	Policy Limit
AAA to AA-	86%	100%
A+ to A-	4%	60%
BBB+ to BBB	10%	30%
Total	**100%**	

INVESTMENT AND CASH AT CALL/OFFSET REPORT TO COUNCIL
AS AT
30 April 2026

Instrument	Institution Category	Counterparty	Maturity Date	Interest Rate	Credit Rating (LT)	Credit Rating (ST)	Inv Type	FRN ONLY (Maturity Date - last pmt)	Principal $	% Portfolio
INVESTMENT	MAJOR BANK	ANZ Banking Group Ltd	10 November 2026	4.58%	AA-	A1+	TD		$2,000,000	1.47%
			16 June 2026	4.32%	AA-	A1+	TD		$5,143,874	3.77%
			12 May 2026	4.32%	AA-	A1+	TD		$5,140,604	3.77%
			26 May 2026	4.27%	AA-	A1+	TD		$2,055,409	1.51%
			1 December 2026	4.45%	AA-	A1+	TD		$3,031,142	2.22%
			27 October 2026	4.78%	AA-	A1+	TD		$3,031,808	2.22%
			2 February 2027	4.82%	AA-	A1+	TD		$3,000,000	2.20%
			9 February 2027	4.91%	AA-	A1+	TD		$3,000,000	2.20%
			30 June 2026	5.37%	AA-	A1+	FRN	31 March 2028	$500,000	0.37%
		ANZ Banking Group Ltd Total							$26,902,838	19.74%
		Commonwealth Bank of Australia Ltd	30 April 2026	4.00%	AA-	A1+	BOS		$5,933,816	4.35%
		Commonwealth Bank of Australia Ltd Total							$5,933,816	4.35%
		National Australia Bank Ltd	15 September 2026	4.20%	AA-	A1+	TD		$2,167,935	1.59%
			29 September 2026	4.24%	AA-	A1+	TD		$2,000,000	1.47%
			16 February 2027	5.34%	AA-	A1+	TD		$2,000,000	1.47%
			8 December 2026	5.25%	AA-	A1+	TD		$3,062,827	2.25%
		National Australia Bank Ltd Total							$9,230,763	6.77%
		Westpac Banking Corporation Ltd	19 May 2026	4.31%	AA-	A1+	TD		$2,025,399	1.49%
			21 July 2026	4.29%	AA-	A1+	TD		$2,000,000	1.47%
			29 September 2026	4.08%	AA-	A1+	TD		$2,299,709	1.69%
			29 September 2026	4.37%	AA-	A1+	TD		$3,000,000	2.20%
			14 July 2026	4.29%	AA-	A1+	TD		$3,000,000	2.20%
			20 October 2026	4.10%	AA-	A1+	TD		$3,312,290	2.43%
			10 November 2026	4.33%	AA-	A1+	TD		$3,322,687	2.44%
			13 October 2026	4.53%	AA-	A1+	TD		$3,195,848	2.35%
			6 October 2026	4.45%	AA-	A1+	TD		$5,000,000	3.67%
			1 December 2026	4.44%	AA-	A1+	TD		$2,099,819	1.54%
			23 February 2027	5.35%	AA-	A1+	TD		$2,000,000	1.47%
			4 May 2027	5.49%	AA-	A1+	TD		$2,177,474	1.60%
		Westpac Banking Corporation Ltd Total							$33,433,207	24.53%
	MAJOR BANK Total								$75,500,624	55.41%
	OTHER	Bank of Queensland Ltd	25 August 2026	4.78%	A-	A2	TD		$3,000,000	2.20%
		Bank of Queensland Ltd Total							$3,000,000	2.20%
		Bendigo & Adelaide Bank Ltd	29 May 2026	4.82%	A-	A-	FRN	28 November 2029	$2,000,000	1.47%
		Bendigo & Adelaide Bank Ltd Total							$2,000,000	1.47%
		Great Southern Bank	28 July 2026	4.28%	BBB+				$2,000,000	1.47%
			11 August 2026	4.60%	BBB+				$2,000,000	1.47%
			3 November 2026	5.23%	BBB+				$4,407,836	3.23%
		Great Southern Bank Total							$8,407,836	6.17%
		Maitland Mutual Bank Ltd	11 May 2026	5.54%	BBB	A2	FRN	10 May 2027	$2,000,000	1.47%
		Maitland Mutual Bank Ltd Total							$2,000,000	1.47%
		Heritage and People's Choice Limited	19 January 2027	5.25%	BBB+				$1,000,000	0.73%
		Heritage and People's Choice Limited Total							$1,000,000	0.73%
		Defence Bank Ltd	12 January 2027	4.70%	BBB	A2	TD		$2,000,000	1.47%
		Defence Bank Ltd Total							$2,000,000	1.47%
	OTHER Total								$18,407,836	13.51%
INVESTMENT Total									$93,908,460	68.91%
VARIABLE LOAN SURPLUS	MAJOR BANK	Commonwealth Bank of Australia Ltd	30 April 2026	0.00%	AA-	A1+	General Surplus - I		$10,000,000	7.34%
		Commonwealth Bank of Australia Ltd Total							$10,000,000	7.34%
		National Australia Bank Ltd	30 April 2026	0.00%	AA-	A1+	General Surplus - I		$14,643,900	10.75%
		National Australia Bank Ltd Total							$14,643,900	10.75%
		Westpac Banking Corporation Ltd	30 April 2026	0.00%	AA-	A1+	General Surplus - I		$17,715,417	13.00%
		Westpac Banking Corporation Ltd Total							$17,715,417	13.00%
	MAJOR BANK Total								$42,359,317	31.09%
VARIABLE LOAN SURPLUS Total									$42,359,317	31.09%
Grand Total									$136,267,777	100%

N.B.

**INV TYPE - FRN = interest rate is the 'Coupon Margin' established on issue date, this plus 3M BBSW provides the yield for the current coupon period.*

**MATURITY DATE - FRN = the interest coupon payment date not actual FRN maturity date (paid every 91 days).*

CBA General Bank Funds	$5,682,285
NAB General Bank Funds	$142,538
WBC General Bank Funds	$314,084
Total Funds	$142,406,684
Less Variable Loans Offset (Cash on Call)	-$42,359,317
Total Investment & Cash (less offset)	$100,047,367
Total Budgeted Investment Earnings	$3,041,069
Year to Date Investment Earnings	-$4,153,231
Weighted Ave Rate	3.16%
Weighted Ave Rate (excluding Cash on Call)	4.58%
BBSW 90 Day Rate	4.39%
Bloomberg AusBond (Bank Bill Index)	
Trust Bank Account	$454,279

Capital Expenditure For The Period Ended 30 April 2026	2025/26			
	YTD Actuals $	YTD Revised Budget $	YTD Variance $	FY Revised Budget Current Financial Year Budget $
TOTAL CAPITAL EXPENDITURE BY ASSET CLASS:				
Land and Improvements	0	0	0	0
Buildings and Structures (includes parking building)	23,851,758	28,087,060	4,235,302	29,935,172
Environmental	27,075	618,530	591,455	749,542
Stormwater Drainage	481,267	2,392,941	1,911,674	2,953,769
Roads & Pathways	3,868,973	7,891,286	4,022,313	9,575,838
Street & Public Lighting	307,403	946,533	639,130	1,229,818
Waste Management Infrastructure	5,869,753	7,219,627	1,349,874	8,616,769
Plant & Equipment	3,347,417	6,835,614	3,488,197	8,894,221
Parks, Playgrounds and Reserves	2,323,246	5,621,278	3,298,032	6,817,380
Public Art	50,000	374,417	324,417	424,478
TOTAL CAPITAL EXPENDITURE	**40,126,893**	**59,987,286**	**19,860,393**	**69,196,987**
TOTAL CAPITAL EXPENDITURE FUNDED BY*:				
Operating Income	2,731,912	11,691,280	8,959,368	12,025,621
Capital Grants	3,627,228	4,902,228	1,275,000	5,391,802
Transfer from Reserves	28,354,226	37,903,103	9,548,877	42,772,339
Borrowings	5,413,526	5,490,675	77,149	5,490,675
Sale of Assets (including trade-ins)	0	0	0	3,516,550
TOTAL CAPITAL EXPENDITURE FUNDING	**40,126,893**	**59,987,286**	**19,860,393**	**69,196,987**

*YTD Funding of expenditure is assumed to be consumed in line with YTD Capital Expenditure

Report on Planned Major Capital Works
For The Period Ended 30 April 2026

Class of Assets	By Major Capital Project	Total Prior Year(s) Actuals $ (A)	YTD Actuals $ (B)	Total Actuals $ (C = A + B)	Total Planned Budget $ (D)	Total Yet to Spend $ (E = D - C)	Expected Project Completion Date
Buildings	Civic Centre and Plaza Precinct Development	3,069,545	7,628,576	10,698,121	47,600,000	36,901,879	30/06/2028
Buildings	Civic Centre Public Carpark/CBD Parking	4,867,700	15,582,915	20,450,615	30,000,000	9,549,385	30/06/2028
Buildings	Project Contingency	0	0	0	2,000,000	2,000,000	30/06/2028
Waste Management Infrastructure	Shoal Bay - Stage 2 Expansion Phase 1	535,817	5,645,662	6,181,479	6,000,000	(181,479)	31/05/2026
Waste Management Infrastructure	Shoal Bay Waste Management Site - Stage 7 Construction	198,906	224,091	422,998	8,750,000	8,327,002	30/06/2027
TOTAL		**8,671,969**	**29,081,245**	**37,753,213**	**94,350,000**	**56,596,787**	

*Please note that these reports are unaudited management financial reports. Information contained in the reports were current as at the date of the reports and may not reflect any event or circumstances which occurred after the reports were completed.

14 RECEIVE & NOTE REPORTS

14.1 MONTHLY FINANCIAL REPORT - MAY 2026

Author: **Manager Accounting Services**
Executive Manager Finance

Authoriser: **General Manager Corporate**

Attachments: **1. Monthly Financial Statements - May 2026** ⇩

RECOMMENDATIONS

THAT the report entitled Monthly Financial Report – May 2026 be received and noted.

PURPOSE

The purpose of this report is to provide a summary of the financial position of Council for the period ended 31 May 2026.

Further, this report and the contents are required to be presented to Council in compliance with the *Local Government (General) Regulations 2021*.

KEY ISSUES

The Monthly Financial Report includes:

- Income Statement, which compares actual YTD income and expenditure against YTD budget.
- Fund Flow Statement (Monthly Operating Position), which outlines the effect on General Funds.
- Statement of Financial Position (Balance Sheet), which outlines what Council owns (assets) and what it owes (liabilities) at a point in time.
- Notes to the Balance Sheet, this includes further details on the Cash Balance, Trade Debtors, Trade Creditors, and a statement on Council's current payment and reporting obligations.
- Lord Mayor and CEO council credit card transactions.
- Investments, which provides details of treasury activities, investments as at month end.
- Procurement Reporting, which is a summary of contract variations and exempt procurement.
- Capital Expenditure and Funding, which compares YTD capital expenditure and funding against YTD budget.
- Planned Major Projects Capital Works, provides a high-level financial overview of our major projects at a point in time.

DISCUSSION

May 2026 – Year to Date Results

The year-to-date operating result until 31 May 2026 is a **deficit of $9.5M compared to a Budgeted deficit of $12.3M** as highlighted in the table below.

	YTD Actual $'000	YTD Budget $'000	Variance $'000
Operating Surplus/ (Deficit)	**(9,487)**	**(12,320)**	**2,833 Favourable**

The Net Operating Position reflects a favourable variance $2.8M against the year-to-date revised budget. The result is mainly attributable to favourable variance in User Fees and Charges, Statutory Charges, Interest/Investment Income and Employee Expenses. These gains are partially offset by unfavourable variances in Material, Contract & Services and Depreciation expense.

Further details on material variances are outlined below.

Income

Total Operating Income is tracking above budget by $5.5M (4.4% Favourable YTD variance).

Statutory charges show a favourable variance of $1.3M, primarily driven by parking compliance revenue. The favourable year-to-date position reflects revenue received above budget expectation during the financial year.

User fees and charges show a favourable variance of $1.7M, largely driven by increased revenue from Shoal Bay Waste Management facility. This outcome reflect higher commercial weighbridge income arising from higher volumes of disposal materials.

Interest and investment income exceeded the YTD target by $2.1M. This favourable variance was primarily driven by the timing and management of external borrowings, which resulted in higher average cash balances. Consequently, the increased cash holdings supported a larger investment portfolio than originally budgeted. However, on a month-to-month basis, interest income has declined due to a reduction in the size of the investment portfolio.

Expenditure

Total Expenses are over budget by $2.6M (1.9% Unfavourable YTD Variance).

Employee cost continues to track favourably to budget by $4.2M reflecting timing of employee entitlements and vacancies. This is partially offset by higher-than-budget expenditure on contract labour and services required to maintain service delivery and operational standards.

Material, contract, and services have an annual budget of $68M across a broad range of operational expenditure categories. As of May, consolidated YTD expenditure exceeded budget by $5.3 million, resulting in an unfavourable variance. This variance is primarily driven by costs associated with Tropical Cyclone Fina recovery works, including emergency response activities, clean-up operations and expenditure occurred on damaged assets and infrastructure. Assessment of damage, and associated funding claims is progressing, with insurance recoveries and disaster funding reimbursement to partially offset these costs. A budget variation to address some funding reallocations is included in the 3rd Budget Review. The final financial impact will be confirmed once claim assessments and funding determinations are finalised.

Statement of Fund Flows

The variances are related to a mismatch in the timing of projects and budget profiles, and the reason described above under the operating statement commentary.

Capital expenditure and Transfer from Reserves relates to timing of capital projects.

Cash and Investments Note A

City of Darwin has achieved 4.71% on weighted average interest rate on its end of month cash and investment portfolio of $89M (excluding loan offset $42.4M). This result represents a continued outperformance against the Bloomberg AusBond 90 Day Bank Bill Index benchmark of 4.46%.

Compliance remained strong during the month, with no investment policy breaches recorded. All investments were maintained within approved credit, term, and counterparty limits.

Accounts Receivable (Trade Debtors) Note B

This section provides the aged debtors outstanding for general debtors and infringements.

Accounts Payable (Trade Creditors) Note C

Accounts Payable owing at end of month at the time of reporting. City of Darwin recognises the liability of invoices once goods are receipted as received.

Procurement Reporting

Under the Local Government (General) Regulations, Council is required to disclose at the next Council meeting and on the City of Darwin website:

- contract variations:
  - where a tender was not required, however the total cost exceeds $100,000, or
  - where a contract requiring a tender is varied by 10%.
- exempt procurement greater than $100,000.

Contract Variations

There were no reportable contract variations for May 2026.

Exempt Procurement

Vendor	Supply	Cost	Applicable Exemption
Jacana Energy ABN 65 889 840 667	Electricity Supply for Street and Public Lighting	$259,576.89	Reg 38(1)(i) only one supplier

Certification by the CEO to the Council

That, to the best of the CEO's knowledge, information and belief:

(1) The internal controls implemented by the council are appropriate; and

(2) The council's financial report best reflects the financial affairs of the council.

S.Saunders

CEO Signed

25 June 2026

PREVIOUS COUNCIL RESOLUTION

N/A

STRATEGIC PLAN ALIGNMENT	6 Governance Framework 6.3 Decision Making and Management
BUDGET / FINANCIAL / RESOURCE IMPLICATIONS	N/A
LEGISLATION / POLICY CONTROLS OR IMPACTS	Part 2 Division 7 the *Local Government (General) Regulations 2021* require that a monthly financial report is presented to Council each month setting out: (a) the actual income and expenditure of the council for the period from the commencement of the financial year up to the end of the previous month; and (b) the most recently adopted annual budget; and (c) details of any material variances between the most recent actual income and expenditure of the council and the most recently adopted annual budget. Regulation 17(5) Part 2 Division 7 the Local Government (General) Regulations 2021 require that the monthly report must be accompanied by: (i) a certification, in writing, by the CEO to the council that, to the best of the CEO's knowledge, information and belief: (ii) the internal controls implemented by the council are appropriate; and (iii) the council's financial report best reflects the financial affairs of the council; or (iiii) if the CEO cannot provide the certification – written reasons for not providing the certification. The report is compliant with the requirements of the *Local Government Act 2019* and *Local Government (General) Regulations 2021*.
CONSULTATION, ENGAGEMENT & COMMUNICATION	N/A
DECLARATION OF INTEREST	The report author does not have a conflict of interest in relation to this matter. The report authoriser does not have a conflict of interest in relation to this matter. If a conflict of interest exists, staff will not act in the matter, except as authorised by the CEO or Council (as the case requires).

Income Statement For the Period Ended 31 May 2026	2025/26			
	YTD			FY
	Actual	Budget	Variance	Revised Budget
	$'000	$'000	$'000	$'000
Operating Income				
Rates	73,797	73,772	25	80,478
Charges	9,534	9,532	2	10,398
Statutory Charges	4,232	2,902	1,330	3,136
User Fees and Charges	29,794	28,126	1,668	30,572
Operating Grants and Subsidies	4,747	4,369	378	4,546
Interest / Investment Income	5,670	3,530	2,140	3,851
Commercial & Other Income	2,715	2,783	(68)	2,988
Total Income	**130,489**	**125,014**	**5,475**	**135,970**
Operating Expenses				
Employee Expenses	35,916	40,066	4,150	43,720
Materials, Contracts & Services	67,696	62,338	(5,358)	68,185
Elected Member Allowances	645	763	118	832
Elected Member Expenses	42	45	3	45
Council Committee Allowances	8	18	10	20
Depreciation, Amortisation & Impairment	34,053	30,741	(3,312)	33,536
Interest Expenses	1,616	3,363	1,747	5,664
Total Expenses	**139,976**	**137,334**	**(2,642)**	**152,002**
Budgeted Operating Surplus/ (Deficit)	**(9,487)**	**(12,320)**	**2,833**	**(16,032)**
Capital Grants Income	215	2,786	(2,571)	5,392
Net Surplus/(Deficit)	**(9,272)**	**(9,534)**	**262**	**(10,641)**

Statement of Fund Flows Monthly Statement of Operating Position For the Period Ended 31 May 2026	2025/26			
	YTD			FY
	Actual $'000	Budget $'000	Variance $'000	Revised Budget $'000
Net Operating Result from Income Statement	**(9,487)**	**(12,320)**	**2,833**	**(16,032)**
Add Non Cash Items				
Add Back Depreciation (Non-Cash)	34,053	30,741	3,312	33,536
Add Back Other Non-Cash Items	0	0	0	2,100
Total Non Cash Items	**34,053**	**30,741**	**3,312**	**35,636**
Less Additional Outflows				
Repayment of borrowings & advances	(6,887)	(5,577)	(1,310)	(6,084)
Capital Expenditure	(48,343)	(63,020)	14,677	(69,197)
Total Additional Outflows	**(55,230)**	**(68,597)**	**13,367**	**(75,281)**
Add Additional Inflows				
Capital Grants Income	215	2,786	(2,571)	5,392
Sale of Infrastructure, Property, Plant & Equipment	331	469	(138)	512
Proceeds from borrowings & advances	0	0	0	0
Offset of borrowings and advances	0	0	0	0
Transfers from/(to) Reserves	41,957	46,920	(4,963)	50,173
Transfer from Unrestricted Cash	-	-	-	
Total Additional Inflows	**42,503**	**50,175**	**(7,672)**	**56,077**
Net Increase (-Decrease) in Funds	**11,839**	**0**	**11,839**	**400**

Statement of Financial Position as at 31 May 2026	2025/26 Actual $'000	Note	FY Revised Budget $'000
Current Assets			
Cash at Bank & Investments	40,932	A	18,760
Cash at Bank & Investments - externally restricted	33,479	A	28,818
Cash at Bank & Investments - internally restricted	56,952	A	53,395
Trade & Other Receivables	9,030	B	16,260
Rates & Charges Receivables	10,633		-
Inventories	324		273
Total Current Assets	**151,350**		**117,506**
Non-Current Assets			
Infrastructure, Property, Plant and Equipment	1,394,392		1,325,094
Lease Right of Use Assets	1,353		-
Total Non Current Assets	**1,395,745**		**1,325,094**
Total Assets	**1,547,095**		**1,442,600**
Current Liabilities			
Trade Payables & Other Payables	9,624	C	22,573
Accruals	4,903		-
ATO & Payroll Liabilities	- 797	C	-
Rates Revenue struck (in advance)	10,444		-
Borrowings	2,616		6,975
Provisions	6,328		7,886
Lease Liabilities	663		950
Total Current Liabilities	**33,781**		**38,384**
Non-Current Liabilities			
Trade & Other Payables	7		-
Borrowings	73,713		68,411
Provisions	46,283		53,799
Lease Liabilities	797		599
Total Non-Current Liabilities	**120,801**		**122,810**
Total Liabilities	**154,582**		**161,194**
NET ASSETS	**1,392,512**		**1,281,406**
Equity			
Accumulated Surplus	302,948		331,495
Asset Revaluation Reserve	999,133		867,298
Other Reserves	90,431		82,613
TOTAL EQUITY	**1,392,512**		**1,281,406**

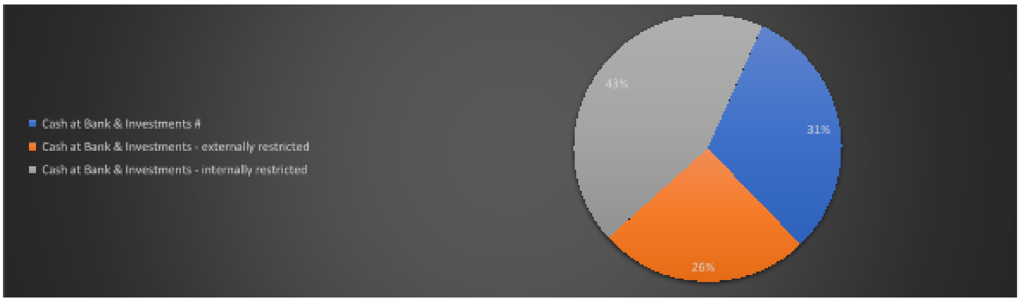
*Please note that these reports are unaudited management financial reports. Information contained in the reports were current as at the date of the reports and may not reflect any event or circumstances which occurred after the reports were completed.

Monthly Balance Sheet Report (Notes to the Statement of Financial Position)
as at 31 May 2026

Note A. Details of Cash and Investments Held

Investments Report attached, which provides details of treasury activities, investments as at the end of the Month. City of Darwin has achieved 4.71% on weighted average interest rate (excluding Cash on Call) on its May 2026 cash and investment portfolio of $89M (excluding $42.4M Variable Loans Surplus/Offset). There have been no investment policy breaches in this month. The Investment Reports include surplus cash funds that are placed against variable loans. These funds are considered 'at call' as they can be accessed in short time frames. The reduction in the investment portfolio is primarily attributable to funds being utilised for the delivery of major capital projects and is consistent with the expected local government cash flow profile at this stage of the financial year.

Cash at Bank & Investments	$'000
Cash at Bank & Investments #	40,932
Cash at Bank & Investments - externally restricted	33,479
Cash at Bank & Investments - internally restricted	56,952
Total Cash at Bank & Investments	**131,362**



Cash at Bank & Investments includes Cash on Call of $42.4M

Note B. Statement of Trade Debtors*	Past Due 1 – 30 Days	Past Due 31 – 60 Days	Past Due 61-90 Days	Past Due 90+ Days	Total *
Other Trade Receivables and Other Receivables	$6,025,139	$2,313,873	$394,762	$296,015	$9,029,789
Total Trade and Other Receivables	$6,025,139	$2,313,873	$394,762	$296,015	$9,029,789

Note C. Statement on Trade Creditors*	Past Due 1 – 30 Days	Past Due 31 – 60 Days	Past Due 61-90 Days	Past Due 90+ Days	Total*
General Trade Creditors	($5,527,034)	($35,179)	($318)	($4,198)	($5,566,727)
ATO & Payroll Liabilities	$796,891				$796,891
Other Trade Payables & Other Payables	($4,057,520)	$0	$0	$0	($4,057,520)
Total Trade and Other Payables	($8,787,663)	($35,179)	($318)	($4,198)	($8,827,357)

Note D. Statement on Australian Tax Office (ATO) and Payroll Obligations

The Council has met its payment and reporting obligations for GST, Fringe Benefits Tax, PAYG withholding tax, superannuation, and insurance for the month May 2026.

*Please note that these reports are unaudited management financial reports. Information contained in the reports were current as at the date of the reports and may not reflect any event or circumstances which occurred after the date the reports were completed.

Table 4. Member and CEO Council Credit Card Transactions for the Month
For the Month Ended 31 May 2026

Cardholder Name: CEO

Transaction Date	Amount $	Supplier's Name	Reason for the Transaction
12-May-26	8.61	MARIAM NT PTY LTD	Meeting
Total	**8.61**		

Cardholder Name: Lord Mayor

Transaction Date	Amount $	Supplier's Name	Reason for the Transaction
		NIL	
Total	-		

INVESTMENTS REPORT TO COUNCIL
AS AT
31 May 2026

Investment and Cash at Call/Offset Distribution by Term to Maturity

Term to Maturity Policy Limits
There have been no breaches in Term to Maturity Policy limits for the month of May 2026

Term to Maturity Category	% of Total Portfolio	Term to Maturity (Policy Max.)	Term to Maturity (Policy Min.)
Less than 1 Year			
Term Deposits	62%		
Business Online Saver Accounts	2%		
Floating Rate Notes	0%		
General Surplus on Variable Loans	32%		
Bonds	0%		
Less than 1 Year Total	**96%**	**100%**	**30%**
Greater than 1 Year less than 3 Years			
Term Deposits	0%		
Business Online Saver Accounts	0%		
Floating Rate Notes	2%		
Bonds	0%		
Greater than 1 Year less than 3 Years Total	**2%**	**70%**	**0%**
Greater than 3 Years			
Term Deposits	0%		
Business Online Saver Accounts	0%		
Floating Rate Notes	2%		
Bonds	0%		
Greater than 3 Years Total	**2%**	**30%**	**0%**
Greater than 5 Years			
Term Deposits	0%		
Business Online Saver Accounts	0%		
Floating Rate Notes	0%		
Greater than 5 Years	**0%**	**10%**	**0%**
Total	**100%**		

Investment Distribution by Portfolio Credit Rating

Portfolio Distribution Credit Rating Limits
There have been no breaches in Portfolio Credit Rating Limits for the month of May 2026

Credit Rating - Maximum Individual Limit	ADI	Counterparty	% of Total Portfolio	Individual Counterparty Limits of Total Investments
AA-	Commonwealth Bank of Australia Ltd	Commonwealth Bank of Australia Ltd	11%	50%
	National Australia Bank Ltd	National Australia Bank Ltd	19%	50%
	Westpac Banking Corporation Ltd	Westpac Banking Corporation Ltd	38%	50%
	ANZ Banking Group Ltd	ANZ Banking Group Ltd	14%	50%
AA-	Suncorp Bank	ANZ Banking Group Ltd	4%	30%
A-	Bank of Queensland Ltd	Bank of Queensland Ltd	2%	30%
BBB+	Bendigo & Adelaide Bank Ltd	Bendigo & Adelaide Bank Ltd	1%	10%
	Great Southern Bank	Great Southern Bank	7%	10%
BBB	Maitland Mutual Bank Ltd	Maitland Mutual Bank Ltd	1%	10%
	Heritage and People's Choice Limited	Heritage and People's Choice Limited	1%	10%
	Defence Bank Ltd	Defence Bank Ltd	2%	10%
Grand Total			**100%**	

Credit Rating - Maximum Portfolio Limit	% of Total	Policy Limit
AAA to AA-	86%	100%
A+ to A-	4%	60%
BBB+ to BBB	10%	30%
BBB-	0%	0%
Total	100%	

INVESTMENT AND CASH AT CALL/OFFSET REPORT TO COUNCIL
AS AT
31 May 2026

Instrument	Institution Category	Counterparty	Maturity Date	Interest Rate	Credit Rating (LT)	Credit Rating (ST)	Inv Type	FRN ONLY (Maturity Date - last pmt)	Principal $	% Portfolio
INVESTMENT	MAJOR BANK	ANZ Banking Group Ltd	10 November 2026	4.68%	AA-	A1+	TD		$2,000,000	1.56%
			16 June 2026	4.32%	AA-	A1+	TD		$5,143,874	4.02%
			1 December 2026	4.45%	AA-	A1+	TD		$3,031,142	2.37%
			27 October 2026	4.78%	AA-	A1+	TD		$3,031,808	2.37%
			2 February 2027	4.82%	AA-	A1+	TD		$3,000,000	2.34%
			9 February 2027	4.91%	AA-	A1+	TD		$3,000,000	2.34%
			30 June 2026	5.37%	AA-	A1+	FRN	31 March 2028	$500,000	0.39%
			9 March 2027	5.37%	AA-	A1+	TD		$3,000,000	2.34%
		ANZ Banking Group Ltd Total							$22,706,825	17.73%
		Commonwealth Bank of Australia Ltd	31 May 2026	4.25%	AA-	A1+	BOS		$1,953,634	1.53%
			17 November 2026	5.25%	AA-	A1+	TD		$2,000,000	1.56%
		Commonwealth Bank of Australia Ltd Total							$3,953,634	3.09%
		National Australia Bank Ltd	15 September 2026	4.20%	AA-	A1+	TD		$2,167,935	1.69%
			29 September 2026	4.24%	AA-	A1+	TD		$2,000,000	1.56%
			16 February 2027	5.34%	AA-	A1+	TD		$2,000,000	1.56%
			8 December 2026	5.25%	AA-	A1+	TD		$3,062,827	2.39%
		National Australia Bank Ltd Total							$9,230,763	7.21%
		Westpac Banking Corporation Ltd	21 July 2026	4.29%	AA-	A1+	TD		$2,000,000	1.56%
			29 September 2026	4.09%	AA-	A1+	TD		$2,299,709	1.80%
			29 September 2026	4.37%	AA-	A1+	TD		$3,000,000	2.34%
			14 July 2026	4.29%	AA-	A1+	TD		$3,000,000	2.34%
			20 October 2026	4.10%	AA-	A1+	TD		$3,312,290	2.59%
			10 November 2026	4.33%	AA-	A1+	TD		$3,322,667	2.59%
			13 October 2026	4.53%	AA-	A1+	TD		$3,195,848	2.50%
			6 October 2026	4.45%	AA-	A1+	TD		$5,000,000	3.90%
			1 December 2026	4.44%	AA-	A1+	TD		$2,099,819	1.64%
			23 February 2027	5.35%	AA-	A1+	TD		$2,000,000	1.56%
			4 May 2027	5.49%	AA-	A1+	TD		$2,177,474	1.70%
		Westpac Banking Corporation Ltd Total							$31,407,808	24.52%
	MAJOR BANK Total								$67,299,029	52.55%
	OTHER	Bank of Queensland Ltd	25 August 2026	4.78%	A-	A2	TD		$3,000,000	2.34%
		Bank of Queensland Ltd Total							$3,000,000	2.34%
		Bendigo & Adelaide Bank Ltd	27 August 2026	5.27%	A-	A-	FRN	28 November 2029	$2,000,000	1.56%
		Bendigo & Adelaide Bank Ltd Total							$2,000,000	1.56%
		Great Southern Bank	28 July 2026	4.28%	BBB+				$2,000,000	1.56%
			11 August 2026	4.60%	BBB+				$2,000,000	1.56%
			3 November 2026	5.23%	BBB+				$4,407,836	3.44%
		Great Southern Bank Total							$8,407,836	6.57%
		Maitland Mutual Bank Ltd	9 August 2026	6.03%	BBB	A2	FRN	10 May 2027	$2,000,000	1.56%
		Maitland Mutual Bank Ltd Total							$2,000,000	1.56%
		Heritage and People's Choice Limited	19 January 2027	5.25%	BBB+				$1,000,000	0.78%
		Heritage and People's Choice Limited Total							$1,000,000	0.78%
		Defence Bank Ltd	12 January 2027	4.70%	BBB	A2	TD		$2,000,000	1.56%
		Defence Bank Ltd Total							$2,000,000	1.56%
	OTHER Total								$18,407,836	14.37%
INVESTMENT Total									$85,706,865	66.92%
VARIABLE LOAN SURPLUS	MAJOR BANK	Commonwealth Bank of Australia Ltd	31 May 2026	0.00%	AA-	A1+	General Surplus -		$10,000,000	7.81%
		Commonwealth Bank of Australia Ltd Total							$10,000,000	7.81%
		National Australia Bank Ltd	31 May 2026	0.00%	AA-	A1+	General Surplus -		$14,643,900	11.43%
		National Australia Bank Ltd Total							$14,643,900	11.43%
		Westpac Banking Corporation Ltd	31 May 2026	0.00%	AA-	A1+	General Surplus -		$17,715,417	13.83%
		Westpac Banking Corporation Ltd Total							$17,715,417	13.83%
	MAJOR BANK Total								$42,359,317	33.08%
VARIABLE LOAN SURPLUS Total									$42,359,317	33.08%
Grand Total									$128,066,183	100%

N.B.
**INV TYPE - FRN = interest rate is the 'Coupon Margin' established on issue date, this plus 3M BBSW provides the yield for the current coupon period.*
**MATURITY DATE - FRN = the interest coupon payment date not actual FRN maturity date (paid every 91 days).*

CBA General Bank Funds	$2,991,032
NAB General Bank Funds	$212,538
WBC General Bank Funds	$50,000
Total Funds	$131,319,753
Less Variable Loans Offset (Cash on Call)	-$42,359,317
Total Investment & Cash (less offset)	$88,960,436
Total Budgeted Investment Earnings	$3,041,069
Year to Date Investment Earnings	-$4,604,700
Weighted Ave Rate	3.15%
Weighted Ave Rate (excluding Cash on Call)	4.71%
BBSW 90 Day Rate	4.46%
Bloomberg AusBond (Bank Bill Index)	
Trust Bank Account	$454,279

Capital Expenditure For The Period Ended 31 May 2026	2025/26			
	YTD Actuals $	YTD Revised Budget $	YTD Variance $	FY Revised Budget Current Financial Year Budget $
TOTAL CAPITAL EXPENDITURE BY ASSET CLASS:				
Land and Improvements	0	0	0	0
Buildings and Structures (includes parking building)	28,581,630	28,652,417	70,787	29,935,172
Environmental	27,075	674,908	647,833	749,542
Stormwater Drainage	1,009,131	2,550,660	1,541,529	2,953,769
Roads & Pathways	4,289,398	8,289,747	3,995,349	9,575,838
Street & Public Lighting	320,483	958,199	637,716	1,229,818
Waste Management Infrastructure	7,287,405	7,901,406	614,001	8,616,769
Plant & Equipment	4,049,934	7,657,789	3,607,855	8,894,221
Parks, Playgrounds and Reserves	2,728,321	5,951,691	3,223,370	6,817,380
Public Art	50,000	382,750	332,750	424,479
TOTAL CAPITAL EXPENDITURE	**48,343,378**	**63,019,567**	**14,671,189**	**69,196,988**
TOTAL CAPITAL EXPENDITURE FUNDED BY*:				
Operating Income	3,550,146	12,626,909	9,071,763	15,029,621
Capital Grants	3,848,934	4,902,228	1,053,294	5,391,802
Transfer from Reserves	35,525,344	39,999,755	4,474,411	42,772,339
Borrowings	5,418,954	5,490,675	71,721	5,490,675
Sale of Assets (including trade-ins)	0	0	0	512,550
TOTAL CAPITAL EXPENDITURE FUNDING	**48,343,378**	**63,019,567**	**14,671,189**	**69,196,988**

*YTD Funding of expenditure is assumed to be consumed in line with YTD Capital Expenditure

* Please note that these reports are unaudited management financial reports. Information contained in the reports were current as at the date of the reports and may not reflect any event or circumstances which occurred after the date the reports were completed.

Report on Planned Major Capital Works
For The Period Ended 31 May 2026

Class of Assets	By Major Capital Project	Total Prior Year(s) Actuals $ (A)	YTD Actuals $ (B)	Total Actuals $ (C = A + B)	Total Planned Budget $ (D)	Total Yet to Spend $ (E = D - C)	Expected Project Completion Date
Buildings	Civic Centre and Plaza Precinct Development	3,069,545	8,116,193	11,185,738	47,600,000	36,414,262	30/06/2028
Buildings	Civic Centre Public Carpark/CBD Parking	4,867,700	19,812,992	24,680,692	30,000,000	5,319,308	30/06/2028
Buildings	Project Contingency	0	0	0	2,000,000	2,000,000	30/06/2028
Waste Management Infrastructure	Shoal Bay - Stage 2 Expansion Phase 1	535,817	5,646,205	6,182,022	6,250,000	67,978	31/05/2026
Waste Management Infrastructure	Shoal Bay Waste Management Site - Stage 7 Construction	198,906	1,641,201	1,840,107	8,750,000	6,909,893	30/06/2027
TOTAL		**8,671,969**	**35,216,590**	**43,888,559**	**94,600,000**	**50,711,441**	

* Please note that these reports are unaudited management financial reports. Information contained in the reports were current as at the date of the reports and may not reflect any event or circumstances which occurred after the date the reports were completed.

10 MEMBER REPORTS

11 GENERAL BUSINESS

12 DATE, TIME AND PLACE OF NEXT COMMITTEE MEETING

THAT the next Risk Management and Audit Committee Meeting be held on Friday, 16 October 2026, at Council Chambers Darrandirra, Level 1, Civic Centre, Harry Chan Avenue, Darwin (Open Section followed by the Confidential Section).

13 CLOSURE OF MEETING TO THE PUBLIC

THAT pursuant to Section 99 (2) of the *Local Government Act 2019* and Regulation 51 of the *Local Government (General) Regulations 2021* the meeting be closed to the public to consider the Confidential Items of the Agenda.

RECOMMENDATIONS

That the Committee considers the confidential report(s) listed below in a meeting closed to the public in accordance with Section 99(2) of the *Local Government Act 2019*:

18.1 Review of Audit Preparation and Prior Year Observations Update

This matter is considered to be confidential under Section 99(2) - 51(c)(iv) of the Local Government Act, and the Committee is satisfied that discussion of this matter in an open meeting would, on balance, be contrary to the public interest as it deals with information that would, if publicly disclosed, be likely to subject to subregulation 51(3) – prejudice the interests of the council or some other person.

18.2 Internal Audit Update

This matter is considered to be confidential under Section 99(2) - 51(c)(i) of the Local Government Act, and the Committee is satisfied that discussion of this matter in an open meeting would, on balance, be contrary to the public interest as it deals with information that would, if publicly disclosed, be likely to cause commercial prejudice to, or confer an unfair commercial advantage on, any person.

18.3 Risk Review and Assessment - July 2026

This matter is considered to be confidential under Section 99(2) - 51(c)(i) and 51(c)(iv) of the Local Government Act, and the Committee is satisfied that discussion of this matter in an open meeting would, on balance, be contrary to the public interest as it deals with information that would, if publicly disclosed, be likely to cause commercial prejudice to, or confer an unfair commercial advantage on, any person and information that would, if publicly disclosed, be likely to subject to subregulation 51(3) – prejudice the interests of the council or some other person.

18.4 ICT Roadmap Update July 2026

This matter is considered to be confidential under Section 99(2) - 51(c)(i) of the Local Government Act, and the Committee is satisfied that discussion of this matter in an open meeting would, on balance, be contrary to the public interest as it deals with information that would, if publicly disclosed, be likely to cause commercial prejudice to, or confer an unfair commercial advantage on, any person.

18.5 Civic Centre Project Update

This matter is considered to be confidential under Section 99(2) - 51(c)(iv) of the Local Government Act, and the Committee is satisfied that discussion of this matter in an open meeting would, on balance, be contrary to the public interest as it deals with information that would, if publicly disclosed, be likely to subject to subregulation 51(3) – prejudice the interests of the council or some other person.

18.6 Shoal Bay Waste Management Facility - July 2026 Update

This matter is considered to be confidential under Section 99(2) - 51(c)(iv) of the Local Government Act, and the Committee is satisfied that discussion of this matter in an open meeting would, on balance, be contrary to the public interest as it deals with information that would, if publicly disclosed, be likely to subject to subregulation 51(3) – prejudice the interests of the council or some other person.

14 ADJOURNMENT OF MEETING

Minutes

Risk Management and Audit Committee Meeting

Friday, 15 May 2026

MINUTES OF CITY OF DARWIN
RISK MANAGEMENT AND AUDIT COMMITTEE MEETING
HELD AT THE COUNCIL CHAMBERS DARRANDIRRA, LEVEL 1, CIVIC CENTRE, HARRY CHAN AVENUE, DARWIN
ON FRIDAY, 15 MAY 2026 AT 9:00 AM

PRESENT:

Chairperson Roland Chin

Deputy Lord Mayor Jimmy Bouhoris

Community Member Sanja Hill

Community Member Tanya Jacobs

Community Member Shara Reid

Councillor Nicole Brown

OFFICERS:

Chief Executive Officer, Simone Saunders

General Manager Corporate, Natalie Williamson

General Manager Innovation, Alice Percy

Executive Manager Corporate and Customer Service, Silke Maynard

Manager Risk and Customer Experience, Brooke Prince

ICT PMO Director, Peter Ferguson

Financial Controller, Iain MacPherson

APOLOGY:

Councillor Mick Palmer

GUESTS:

Nil

Order of Business

1 ACKNOWLEDGEMENT OF COUNTRY

City of Darwin acknowledges that we are living and working on Larrakia Country. We acknowledge the Larrakia people as the Traditional Owners of the Darwin region. We pay our respects to the Larrakia elders past and present and support emerging Larrakia leaders now and into the future. City of Darwin is committed to working together with all Larrakia to care for this land and sea for our shared future.

2 MEETING DECLARED OPEN

RECOMMENDATIONS

The Chair declared the meeting open at 9:02 am.

3 APOLOGIES AND LEAVE OF ABSENCE

3.1 APOLOGIES

RECOMMENDATIONS

THAT an apology from Councillor Mick Palmer be received.

3.2 LEAVE OF ABSENCE GRANTED

Nil

3.3 LEAVE OF ABSENCE REQUESTED

Nil

4 ELECTRONIC MEETING ATTENDANCE

4.1 ELECTRONIC ATTENDANCE GRANTED

Nil

4.2 ELECTRONIC ATTENDANCE REQUESTED

Nil

5 DECLARATION OF INTEREST OF MEMBERS AND STAFF

5.1 DECLARATION OF INTEREST BY MEMBERS

RECOMMENDATIONS

1. THAT the Committee note that pursuant to Section 114 and 115 of the *Local Government Act 2019*, Chairperson Roland Chin, declared the following Standing Conflicts of Interests:
    - President of Chung Wah Society Inc.
    - Member of Audit and Risk Committee for Venture Housing Company limited
    - Chair of Audit Risk and Compliance Committee for Charles Darwin University
    - Chair of RMAC Department of Corrections
    - Board Member of Tiwi land Council.
2. THAT the Committee note that pursuant to Section 114 and 115 of the *Local Government Act 2019*, Member Sanja Hill, declared a Standing Conflict of Interest:
    - Board Member of Melaluca Australia
    - Board Member of Darwin turf Club.
3. THAT the Committee note that pursuant to Section 114 and 115 of the *Local Government Act 2019*, Member Shara Reid declared a Standing Conflict of Interest as a member of Audit and Risk Management Committee for the Department of Justice and Attorney-General Queensland.
4. THAT the Committee note that pursuant to Section 114 and 115 of the *Local Government Act 2019*, Councillor Jimmy Bouhoris, declared a Standing Conflict of Interest in any items relating to Power and Water Corporation.
5. THAT the Committee note that pursuant to Section 114 and 115 of the *Local Government Act 2019*, Councillor Nicole Brown, declared the following Standing Conflicts of Interests:
    - Board Member of Airport Development Group Indigenous Advisory Committee
    - Board Member of North Australia Indigenous Land and Sea Management
    - Family Business Interest with North Australia Projects and Services.
6. THAT the Committee note that pursuant to Section 114 and 115 of the *Local Government Act 2019*, Member Tanya Jacobs, declared the following Standing Conflicts of Interests:
    - Chair of Risk Management and Audit Committee for the Darwin Turf Club
    - Board Member of the Dawin Turf Club
    - Senior Manager Risk, Compliance and Internal Audit Power and Water Corporation.

5.2 DECLARATION OF INTEREST BY STAFF

Nil

6 CONFIRMATION OF PREVIOUS MINUTES

COMMITTEE RESOLUTION RMAC007/26

Moved: Community Member Tanya Jacobs
Seconded: Deputy Lord Mayor Jimmy Bouhoris

THAT the minutes of the Risk Management and Audit Committee Meeting held on 27 February 2026 be confirmed.

CARRIED 6/0

7 MOVING OF ITEMS

7.1 MOVING OF ITEMS INTO CONFIDENTIAL

Nil

7.2 MOVING OF CONFIDENTIAL ITEMS INTO OPEN

Nil

7.3 MOVING CONFIDENTIAL ITEMS TO OPEN AT THE CONCLUSION OF THE MEETING

18.1 2025/26 ANNUAL FINANCIAL STATEMENTS - FINAL AUDIT WORK PLAN

COMMITTEE RESOLUTION RMAC010/26

Moved: Deputy Lord Mayor Jimmy Bouhoris
Seconded: Community Member Sanja Hill

1. THAT the report entitled 2025/26 Annual Financial Statements – Audit Work Plan, be received and noted.
2. THAT this report and any attachments be deemed confidential documents and be treated as such in accordance with Section 293(1) of the *Local Government Act 2019.*
3. THAT the documents remain confidential and that this decision be moved into Open at the end of the meeting.

CARRIED 6/0

18.2 RISK REVIEW AND ASSESSMENT - MAY 2026

COMMITTEE RESOLUTION RMAC011/26

Moved: Community Member Sanja Hill
Seconded: Community Member Shara Reid

1. THAT the report entitled Risk Review and Assessment – May 2026 be received and noted.
2. THAT this report and any attachments be deemed confidential documents and be treated as such in accordance with Section 293(1) of the *Local Government Act 2019.*

3. THAT the documents remain confidential and that this decision be moved into Open at the end of the meeting.

CARRIED 6/0

18.3 INTERNAL AUDIT UPDATE

COMMITTEE RESOLUTION RMAC012/26

Moved: Community Member Tanya Jacobs
Seconded: Community Member Sanja Hill

1. THAT the report entitled Internal Audit Update be received and noted.
2. THAT the committee notes the exchange of the scheduled disaster recovery internal audit with the payroll internal audit for the 2026/2027 financial year.
3. THAT this report and any attachments be deemed confidential documents and be treated as such in accordance with Section 293(1) of the *Local Government Act 2019 (NT).*
4. THAT the documents remain confidential, and that this decision be moved into Open at the end of the meeting.

CARRIED 6/0

18.4 ASSET MANAGEMENT UPDATE

COMMITTEE RESOLUTION RMAC013/26

Moved: Community Member Shara Reid
Seconded: Deputy Lord Mayor Jimmy Bouhoris

1. THAT the report entitled Asset Management Update be received and noted.
2. THAT this report and any attachments be deemed confidential documents and be treated as such in accordance with Section 293 (1) of the *Local Government Act 2019.*
3. THAT the documents remain confidential and that this decision be moved into Open at the end of the meeting.

CARRIED 6/0

18.5 SHOAL BAY WASTE MANAGEMENT FACILITY - UPDATE MAY 2026

COMMITTEE RESOLUTION RMAC014/26

Moved: Deputy Lord Mayor Jimmy Bouhoris
Seconded: Community Member Sanja Hill

1. THAT the report entitled Shoal Bay Waste Management Facility - Update May 2026 be received and noted.
2. THAT this report and any attachments be deemed confidential documents and be treated as such in accordance with Section 293 (1) of the *Local Government Act 2019.*
3. THAT the documents remain confidential, and that this decision be moved into Open at the end of the meeting.

CARRIED 6/0

18.6 CORPORATE SERVICES QUARTERLY REPORT - JANUARY TO MARCH 2026

COMMITTEE RESOLUTION RMAC015/26

Moved: Community Member Tanya Jacobs
Seconded: Community Member Shara Reid

1. THAT the report entitled Corporate Services Quarterly Report - January to March 2026 be received and noted.
2. THAT this report and any attachments be deemed confidential documents and be treated as such in accordance with Section 293(1) of the *Local Government Act 2019.*
3. THAT the documents remain confidential and that this decision be moved into Open at the end of the meeting.

CARRIED 6/0

8 DEPUTATIONS AND BRIEFINGS

Nil

9 OFFICER REPORTS

9.1 MONTHLY FINANCIAL REPORTS - JANUARY TO MARCH 2026

COMMITTEE RESOLUTION RMAC008/26

Moved: Deputy Lord Mayor Jimmy Bouhoris
Seconded: Community Member Sanja Hill

THAT the report entitled Monthly Financial Reports – January to March 2026 be received and noted.

CARRIED 6/0

10 MEMBER REPORTS

Nil

11 GENERAL BUSINESS

Nil

12 DATE, TIME AND PLACE OF NEXT COMMITTEE MEETING

RECOMMENDATIONS

THAT the next Risk Management and Audit Committee be held on Friday, 31 July 2026, at 9:00 AM (Open Section followed by the Confidential Section), Council Chambers Darrandirra, Level 1, Civic Centre, Harry Chan Avenue, Darwin.

13 CLOSURE OF MEETING TO THE PUBLIC

RECOMMENDATIONS

THAT pursuant to Section 99 (2) of the *Local Government Act 2019* and Regulation 8 of the *Local Government (General) Regulations* the meeting be closed to the public to consider the Confidential Items of the Agenda.

RECOMMENDATIONS

That the Committee considers the confidential report(s) listed below in a meeting closed to the public in accordance with Section 99(2) of the *Local Government Act 2019*:

18.1 2025/26 Annual Financial Statements - Final Audit Work Plan

This matter is considered to be confidential under Section 99(2) - 51(c)(iv) of the Local Government Act, and the Committee is satisfied that discussion of this matter in an open meeting would, on balance, be contrary to the public interest as it deals with information that would, if publicly disclosed, be likely to subject to subregulation 51(3) – prejudice the interests of the council or some other person.

18.2 Risk Review and Assessment - May 2026

This matter is considered to be confidential under Section 99(2) - 51(c)(i) and 51(c)(iv) of the Local Government Act, and the Committee is satisfied that discussion of this matter in an open meeting would, on balance, be contrary to the public interest as it deals with information that would, if publicly disclosed, be likely to cause commercial prejudice to, or confer an unfair commercial advantage on, any person and information that would, if publicly disclosed, be likely to subject to subregulation 51(3) – prejudice the interests of the council or some other person.

18.3 Internal Audit Update

This matter is considered to be confidential under Section 99(2) - 51(c)(i) of the Local Government Act, and the Committee is satisfied that discussion of this matter in an open meeting would, on balance, be contrary to the public interest as it deals with information that would, if publicly disclosed, be likely to cause commercial prejudice to, or confer an unfair commercial advantage on, any person.

18.4 Asset Management Update

This matter is considered to be confidential under Section 99(2) - 51(c)(i) of the Local Government Act, and the Committee is satisfied that discussion of this matter in an open meeting would, on balance, be contrary to the public interest as it deals with information that would, if publicly disclosed, be likely to cause commercial prejudice to, or confer an unfair commercial advantage on, any person.

18.5 Shoal Bay Waste Management Facility - Update May 2026

This matter is considered to be confidential under Section 99(2) - 51(c)(iv) of the Local Government Act, and the Committee is satisfied that discussion of this matter in an open meeting would, on balance, be contrary to the public interest as it deals with information that would, if publicly disclosed, be likely to subject to subregulation 51(3) – prejudice the interests of the council or some other person.

18.6 Corporate Services Quarterly Report - January to March 2026

This matter is considered to be confidential under Section 99(2) - 51(a) and 51(c)(iv) of the Local Government Act, and the Committee is satisfied that discussion of this matter in an open meeting would, on balance, be contrary to the public interest as it deals with information about the employment of a particular individual as a member of the staff or possible member of the staff of the council that could, if publicly disclosed, cause prejudice to the individual and information that would, if publicly disclosed, be likely to subject to subregulation 51(3) – prejudice the interests of the council or some other person.

14 ADJOURNMENT OF MEETING

RECOMMENDATIONS

THAT the open section of the meeting be adjourned at 9:18 am.

THAT the open section of the meeting be resumed at 11:05 am.

THAT the chair declared the meeting closed at 11:05 am.

The minutes of this meeting were confirmed at the Risk Management and Audit Committee Meeting held on 31 July 2026.

....

CHAIR