

Willoughby Merger Business Case Options – November Update

1 Willoughby and North Sydney

1.1 Cost and Benefits

Willoughby, North Sydney Merger		2016 (000s)	2017 (000s)	2018 (000s)	2019 (000s)	2020 (000s)	2021 (000s)	2022 (000s)	2023 (000s)
Governance Staff		135	139	143	148	152	157	162	167
Redundancies		2,225	-	-	972	-	-	-	-
Harmonisation		887	915	943	972	1,002	1,032	1,064	1,097
Staff level changes		4,959	8,570	12,063	14,842	13,440	11,953	10,360	8,656
IT		21,000	10,500	3,500	-	-	-	-	-
Transition costs		-	-	-	-	-	4,328	-	-
Long term Benefits		-	-	-	-	-	-	4,461	4,598
Materials and Contracts		665	686	707	1,406	1,449	2,213	2,281	2,352
Assets		-	-	-	-	-	-	-	-
Plant and fleet		-	-	-	-	-	-	-	-
Buildings		-	-	-	-	-	-	-	-
Grants and Government Contributions		10,500	-	-	-	-	-	-	-
Transitional Costs		6,000	-	-	-	-	-	-	-
Transitional body		1,000	-	-	-	-	-	-	-
Rebranding		1,103	1,650	1,774	1,448	1,051	339	263	768
Interest		-	-	-	-	-	-	-	-
Total		13,751	370	10,245	15,899	15,091	17,957	15,936	13,808

1.2 NPV

NPV at 4%	NPV at 7%	NPV at 10%
\$55.7M	\$44.9M	\$36.3M

2 Willoughby, Lane Cove and North Sydney

2.1 Cost and Benefits

Willoughby, Lane Cove and North Sydney

	2016 (000s)	2017 (000s)	2018 (000s)	2019 (000s)	2020 (000s)	2021 (000s)	2022 (000s)	2023 (000s)
Governance Staff	157	162	167	172	178	183	189	194
Redundancies	2,699	-	-	3,031	-	-	-	-
Staff Changes	2,836	2,923	3,013	10,161	10,474	10,796	11,128	11,471
Harmonisation	3,008	3,101	3,196	3,294	3,396	3,500	3,608	3,719
Natural Attrition	3,304	6,668	9,984	8,063	6,089	4,042	1,860	464
Staff level changes	6,140	9,591	12,997	18,223	16,562	14,838	12,988	11,007
IT	27,000	13,500	4,500	-	-	-	-	-
Transition costs	-	-	-	-	-	5,564	5,735	5,912
Long term Benefits	804	829	855	1,699	1,751	2,674	2,757	2,842
Materials and Contracts	-	-	-	-	-	-	-	-
Assets	-	-	-	-	-	-	-	-
Plant and fleet	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-
Grants and Government Contributions	10,500	-	-	-	-	-	-	-
Transitional Costs	6,500	-	-	-	-	-	-	-
Transitional body	1,500	-	-	-	-	-	-	-
Rebranding	1,388	2,149	2,369	2,026	1,486	543	286	954
Interest	-	-	-	-	-	-	-	-
Total	23,105	6,019	6,322	13,769	15,095	19,759	18,061	16,235

2.2 NPV

NPV at 4% \$41.5M	NPV at 7% \$31.3M	NPV at 10% \$23.2M
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