



SHIRE OF UPPER GASCOYNE
BUDGET REVIEW STATEMENT 2016/17
FOR THE PERIOD ENDED 31 January 2017

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**SHIRE OF UPPER GASCOYNE
BUDGET REVIEW STATEMENT 2016/17
BY PROGRAM
FOR THE PERIOD ENDED 31 January 2017**

Revenue	Notes	Adopted Budget (a) \$	Revised Budget (b) \$	JAN YTD Actual \$	Variance (b) - (a)	Variance %
General Purpose Funding		2,708,955	2,745,555	1,408,473	36,600	1.35%
Governance		12,880	12,880	(8,723)	0	0.00%
Law, Order and Public Safety		158,979	155,879	86,810	(3,100)	-1.95%
Health		1,000	1,000	121	0	0.00%
CRC, Education and Welfare		71,800	78,845	26,087	7,045	9.81%
Housing		0	0	0	0	0.00%
Community Amenities		3,740	3,740	3,740	0	0.00%
Recreation and Culture		41,050	50,350	45,097	9,300	22.66%
Transport		2,746,811	2,715,761	2,100,099	(31,050)	-1.13%
Economic Services		107,335	131,435	66,459	24,100	22.45%
Other Property and Services		99,200	76,632	51,079	(22,568)	-22.75%
		<u>5,951,750</u>	<u>5,972,077</u>	<u>3,779,242</u>	<u>20,327</u>	
Expenses						
General Purpose Funding		(140,087)	(147,587)	(58,955)	(7,500)	5.35%
Governance		(497,036)	(423,571)	(269,665)	73,465	-14.78%
Law, Order and Public Safety		(390,605)	(391,605)	(225,190)	(1,000)	0.26%
Health		(11,400)	(14,100)	(6,749)	(2,700)	23.68%
CRC, Education and Welfare		(319,828)	(292,128)	(151,810)	27,700	-8.66%
Housing		(370,439)	(356,239)	(147,664)	14,200	-3.83%
Community Amenities		(98,978)	(93,078)	(47,627)	5,900	-5.96%
Recreation and Culture		(308,020)	(315,520)	(197,887)	(7,500)	2.43%
Transport		(3,603,840)	(2,729,482)	(1,329,636)	874,358	-24.26%
Economic Services		(506,980)	(313,080)	(179,274)	193,900	-38.25%
Other Property and Services		(29,999)	(99,646)	(99,385)	(69,647)	232.17%
		<u>(6,277,212)</u>	<u>(5,176,036)</u>	<u>(2,713,842)</u>	<u>1,101,176</u>	
Grants/Contributions for the Development of Assets						
Proceeds from Disposal of Assets		139,000	91,818	61,818	(47,182)	-33.94%
Proceeds from new debenture		0	380,000	0	380,000	
DRD Bridge Grant Released		9,044,772	9,044,772	7,579,317	0	
Repayment unused Bridge Grant		0	(80,000)	0	(80,000)	
Transfer from Reserve		64,000	152,327	13,327	88,327	
		<u>9,247,772</u>	<u>9,588,917</u>	<u>7,654,462</u>	<u>341,145</u>	
Capital Expenditure						
Land & Buildings		(34,600)	(493,100)	(19,911)	(458,500)	1325.14%
Infrastructure		(11,930,764)	(11,488,863)	(9,196,566)	441,901	-3.70%
Plant and Equipment		(447,995)	(398,396)	(315,122)	49,599	-11.07%
Furniture and Equipment		(58,000)	(41,900)	(34,435)	16,100	-27.76%
Repayment of Debentures		(35,557)	(32,113)	(17,557)	3,444	-9.69%
Transfer to Reserves		(252,543)	(641,276)	(13,443)	(388,733)	153.93%
		<u>(12,759,459)</u>	<u>(13,095,648)</u>	<u>(9,597,034)</u>	<u>(336,189)</u>	
Total Operating + Non-Operating		<u>(3,837,149)</u>	<u>(2,710,690)</u>	<u>(877,172)</u>	<u>1,126,459</u>	
ADJUST- NON CASH ITEMS						
Depreciation		3,106,374	1,993,574	1,168,985	(1,112,800)	-35.82%
Movement in Employee Benefit Provisions		0	(37,435)	(37,435)	(37,435)	
(Profit)/Loss on Sale of Assets		11,752	22,044	11,849	10,292	87.58%
ADD Surplus/(Deficit) July 1 b/f		432,081	394,455	394,455	(37,626)	
LESS (Surplus)/Deficit June 30 c/f		0	(6,697)	(1,006,563)	(6,697)	
Amount Required from Rates		<u>(286,942)</u>	<u>(344,749)</u>	<u>(345,881)</u>	<u>(57,807)</u>	20.15%

**SHIRE OF UPPER GASCOYNE
NOTES TO THE BUDGET REVIEW REPORT
FOR THE PERIOD ENDED 31 January 2017**

	Adopted Budget \$	Revised Budget \$	Jan YTD Actual \$
Note 1: CLOSING FUNDS			
Closing Funds represented by:			
Current Assets			
Cash - Unrestricted	200,000	0	1,455,848
Cash - Restricted	1,282,186	1,580,606	2,559,215
Receivables	26,701	228,232	172,574
Inventories	166,550	100,000	171,676
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TOTAL CURRENT ASSETS	1,675,437	1,908,838	4,359,313
Current Liabilities			
Bank Overdraft	0	0	0
Payables and Provisions	(453,341)	(366,653)	(803,877)
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Net Current Assets	1,222,096	1,542,185	3,555,436
LESS Restricted Reserves	(1,282,186)	(1,580,606)	(1,093,760)
LESS Undrawn Bridge Grant	0	0	(1,465,455)
LESS Land Held for Resale	(76,550)	(76,550)	(76,550)
ADD Loan Principal secured by floating charge	37,372	37,372	18,000
ADD Cash backed Current Leave Reserve	99,268	84,296	68,892
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Closing Funds (Net Current Asset Position)	0	6,697	1,006,563
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**SHIRE OF UPPER GASCOYNE
NOTES TO THE BUDGET REVIEW REPORT
FOR THE PERIOD ENDED 31 January 2017**

Note 2: BUDGET AMENDMENTS

Amendments to original budget since budget adoption. Surplus/(Deficit)

Description	Increase (Decrease)	Increase in Available Cash	(Decrease) in Available Cash	Amended Budget Running Balance
Schedule		\$	\$	\$
Adopted Budget - Closing Funds				0
Surplus b/f audit adjustments to Financial Statements 30 June 2016			(37,626)	(37,626)
03 General Purpose Funding				
Increase rates	57,807			
Increase penalty interest charged	1,700			
Increase Debt Collection Costs	(7,500)			
Decrease Grants (WALGGC) Equalisation	(8,700)			
Decrease Write-offs: Rates (incl in June 2016 adj'm'ts)	20,000			
Increase Interest Investm's (bridge grant recd June 2016)	34,500			
Decrease Interest received on Reserves	(10,900)	86,907		49,281
04 Governance				
Decrease Phone/Fax/Internet Costs: Admin	6,700			
Increase Insurances: Council Members	(2,400)			
Decrease Internet Usage iPad (Council Members)	4,000			
Structural Reform grant repaid	(20,000)			
Decrease Wages/Leave Pay/Allowances: Admin	59,300			
Decrease Superannuation: Admin	15,500			
Decrease Office Operating Costs: Admin	14,300			
Increase Computer System Operating Costs	18,000			
Decrease Bank Charges & Taxes	(1,335)			
Consultants: Admin rewrite Asset Management Plan	(39,000)			
Decrease Depreciation: Shire Office	16,900			
Decrease Printing & Consumables: Admin	1,500	73,465		122,746
05 Law, Order and Public Safety				
Additional Animal Control Costs - Ranger	0			
Increased ES Levy Disbursements (Shire housing)	(1,000)			
Increased Fire Control Costs Reimbursed	(3,100)		(4,100)	118,646
07 Health				
Mosquito Fogger Expenses	(2,700)		(2,700)	115,946
08 Education and Welfare				
Decreased Depreciation: Community Resource Centre	13,100			
Decreased Wages/Leave Pay/Allowances: CRC	5,400			
Decreased Superannuation: CRC	5,900			
Decreased CRC Building Operating Costs	3,600			
Increased Printing & Consumables: CRC	(1,800)			
Increased Donations received	1,500			
Grant received for Outdoor Cinema	7,045	34,745		150,691
09 Housing				
Decreased Depreciation Staff Housing	10,300			
Depreciation: Hatch St Housing	3,900	14,200		164,891

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Description	Increase (Decrease)	Increase in Available Cash	(Decrease) in Available Cash	Amended Budget Running Balance
Schedule		\$	\$	\$
10 Community Amenities				
Decreased Public Toilet Operating Costs	4,500			
Decreased Depreciation: Community Amenities	1,400	5,900		170,791
11 Recreation and Culture				
<i>Pavilion</i>				
Decreased Depreciation: Pavilion	10,300			
Pavilion costs reallocated to Works	5,000			
<i>Tourism Precinct</i>				
Increased Roadhouse Fuel Purchases prior to lease	(14,600)			
Increased Oval Maintenance	(20,000)			
Increased Oval Revenue - Education Department	9,800			
Decreased Parks, Gardens & Reserves Maintenance	6,000			
Decreased Depreciation: Recreation & Sport	5,300	1,800		172,591
12 Transport				
Decreased Depot Operating Costs	30,300			
Increased Works Freight Costs	(2,900)			
Increased Depreciation: Depot Infrastructure	(3,200)			
Decreased Depreciation: Road Infrastructure	986,800			
Increased Grant - Regional Road Group	98,400			
Decreased Grant Pingandi Road Realignment	(156,500)			
Increased MRWA Direct Grant	18,900			
Increased Expenses Relating to Private Works	(7,700)			
Increased Income from Private Works	11,500			
Increased Losses on Asset Disposals: Plant	(6,942)			
Decreased Profit on Sale of Plant & Equipment	(3,350)			
Decreased Depreciation: Airstrip	28,000			
Flood Damage - opening up	(150,000)	843,308		1,015,899
13 Economic Services				
Increased Horizon Power P'paid Electricity cards Purchased	7,200			
Increased Contributions Aust Gold Outback, Gascoyne Tourism B	(9,000)			
Decreased Depreciation: Tourist Facilities	5,800			
Increased Sales: Petrol & Diesel - from Depot	17,000			
Decreased Tourism Precinct Water Usage	8,700			
Decreased Tourism Precinct Repairs & Maintenance	7,200			
Decreased Tourism Precinct Other Operating Expenses	12,100			
Increased Tourism Precinct Legal Fees	(20,900)			
Tourism Precinct Depreciation	182,800			
Decreased Tourism Precinct Rental Income	(7,300)			
Decreased Tourism Precinct Recovery of Water Charges	(8,700)			
Increased Tourism Precinct Legal Fee Recovery	20,900			
Increased Tourism Precinct Recovery of Other Outgoings	2,200	218,000		1,233,899

**SHIRE OF UPPER GASCOYNE
NOTES TO THE BUDGET REVIEW REPORT
FOR THE PERIOD ENDED 31 January 2017**

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Description	Increase (Decrease)	Increase in Available Cash	(Decrease) in Available Cash	Amended Budget Running Balance
Schedule		\$	\$	\$
14 Other Property and Services				
Wages/Salaries: Works Supervision costed direct to Works	30,700			
Decrease Superannuation Works Staff	14,900			
Decrease Insurances: Works Staff	1,300			
Decrease Long Service Leave: Works	1,600			
Increased Travel/Training/Medicals: Works	(1,500)			
Increase Camping Costs: Works Staff	(10,200)			
Workers Comp Payments	10,400			
Workers Comp Recoups	(6,300)			
Decrease Recovery Payroll Overheads	(124,400)			
Increase Depreciation: Road Plant & Equipment	(144,800)			
Increase Recovery Plant Operating Costs	106,500			
Decrease Insurances: Plant Operation	4,000			
Decrease cost Consultants: Fuel Tax Recoups	1,600			
Decrease Wages: Plant Repair	10,500			
Increase Tyres & Tubes	(3,800)			
Decrease Parts & Repairs	47,954			
Increase Fuel & Oil for Road Maintenance Plant (Depot)	(14,400)			
Decrease Hire Revenue: Plant & Equipment (Dry Hire)	(1,000)			
Decrease Diesel Fuel Rebates	(15,268)			
			(92,214)	1,141,684
Adjustments for Disposal of Assets				
Proceeds from Disposal of Assets	(47,182)			
(Profit)/Loss on Sale of Assets	10,292			
			(36,890)	1,104,794
Transfers to Reserves				
Interest received on reserves less than budget	11,267			
Transfers to Reserves Subject to completing of Bridge Grant Acquittal				
Transfer to Works Reserve	(250,000)			
Transfer to Roads Flood Damage Reserve	(150,000)			
			(388,733)	716,061
Transfers from Reserves				
Transfer from Staff housing Reserve CR 07022017	50,000			
Transfer from Staff housing Reserve CR 08022017	25,000			
Pay out LSL for former employee from reserve	13,327	88,327		804,388
Movement in Employee Benefit Provisions	(37,435)		(37,435)	766,953
Depreciation Expense				
Depreciation Expense written back in Rate Setting Statement	(1,112,800)		(1,112,800)	(345,847)
Loan Funds				
New loan from WATC for staff Housing CR 07022017	380,000			
Repayment of Debentures less than budget	3,444	383,444		37,597

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NOTES TO THE BUDGET REVIEW REPORT
FOR THE PERIOD ENDED 31 January 2017**

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Amendments to original budget since budget adoption. Surplus/(Deficit)

Description	Increase (Decrease)	Increase in Available Cash	(Decrease) in Available Cash	Amended Budget Running Balance
Schedule		\$	\$	\$
Capital Expenditure				
<i>Decreased Capital Expenditure</i>				
Computer file Server less than Budget	3,100			
Sea Container less than Budget	4,000			
Replacement of Staff Housing Air con treated as Op Exp	9,000			
Gascoyne River Bridge	313,800			
Less RfR funds to be returned on acquittal	(80,000)			
Mt Augustus Paraburdoo - Realignment	186,500			
<i>Funding spread over 2 years</i>				
Signage 2016/17	95,200			
Camp Genset	1,300			
Mazda - Works Supervisor	10,900			
Car trailer	8,300			
Service Vehicle - 5 ton dual cab ISUZU	36,000	588,099		625,696
<i>Increased Capital Expenditure</i>				
Purchase Staff Housing	(430,000)			
<i>Per Council Resolution 07022017</i>				
Purchase swimming pool Lot 17 Gregory St	(25,000)			
<i>Per Council Resolution08022017</i>				
Enclose fire truck shed cnr Scott & Smith Streets	(3,500)			
Carnarvon/Mullewa Reseal 2016/17 (RRG)	(147,600)			
<i>Additional funds received</i>				
70 Series Dual Cab CEO	(6,900)			
Replace Signs & Grids	(6,000)			
			(619,000)	
Revised Surplus Carried Forward				6,697

Budget Movements in Reserves 2016/17

<i>Shire of Upper Gascoyne</i>		<i>Original Budget</i>				<i>Revised Budget</i>						
2% Assumed Interest Rate Reserve	Balance 30-Jun-16	Interest Income Credited	Transfer Out	Contrib to Reserves	Balance 30-Jun-17	Balance 30-Jun-16	Balance 31-Dec-16	Interest Income To Dec	Interest Income To June	Transfer Out	Contrib to Reserves	Balance 30-Jun-17
232601 Plant	501,584	10,032				501,584	503,831					
Contribution to Plant Replacement Program												
Interest Credited to Reserves								2,247	2,247			
Reserve Top Up				153,000							153,000	
					664,616							659,078
232604 Airport	20,000					20,000	20,090			0.00		
Transfers from Reserve			0									
Interest Credited to Reserves		400						90	90			
Reserve Top Up				20,600							20,600	
					41,000							40,779
232606 Employee Liabilities	97,323					97,323	84,383			(13,327)		
Transfers from Reserve		1,946										
Interest Credited to Reserves								387	300			
Reserve Top Up											0	
					99,269							84,296
232607 Tourism Precinct	292,951					292,951	294,263					
Transfers from Reserve												
Interest Credited to Reserves		5,859						1,312	1,312			
Reserve Top Up				42,436							42,436	
					341,246							336,699
232608 Building Reserve	117,785					117,785	118,313			(75,000)		
Transfers from Reserve												
Interest Credited to Reserves		2,356						528	528			
Reserve Top Up				15,914							15,914	
					136,055							59,754
232602 Works Reserve	64,000					64,000	64,287					
Transfers from Reserve			(64,000)							(64,000)		
Interest Credited to Reserves		0						287	0			
Reserve Top Up				0							250,000	
					0							250,000
New Roads Flood Damage Reserve	0					0	0					
Transfers from Reserve			0									
Interest Credited to Reserves		0						0	0			
Reserve Top Up				0							150,000	
					0							150,000
Total	1,093,643	20,593	(64,000)	231,950	1,282,186	1,093,643	1,085,166	4,850	4,476	(152,327)	631,950	1,580,606