

Snowy Valleys Council

Quarterly Budget Review Statement
for the period 01/10/18 to 31/12/18

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This statement forms part of Council's Quarterly Budget Review Statement (QBRS) for the quarter ended 31 December 2018 and should be read in conjunction with the total QBRS report

Snowy Valleys Council

Report by Responsible Accounting Officer

The following statement is made in accordance with Clause 203(2) of the Local Government (General) Regulations 2005:

31 December 2018

It is my opinion that the Quarterly Budget Review Statement for Snowy Valleys Council for the quarter ended 31/12/18 indicates that Council's projected financial position at 30/6/19 will be satisfactory at year end, having regard to the projected estimates of income and expenditure and the original budgeted income and expenditure.

Signed: _____

date:

Sarah Pentland
Responsible Accounting Officer

This statement forms part of Council's Quarterly Budget Review Statement (QBRS) for the quarter ended 31 December 2018 and should be read in conjunction with the total QBRS report

Snowy Valleys Council

Quarterly Budget Review Statement
for the period 01/10/18 to 31/12/18

Income & Expenses Budget Review Statement

Budget review for the quarter ended 31 December 2018

Income & Expenses - Council Consolidated

(\$000's)	Original Budget 2018/19	Approved Changes			Revised Budget 2018/19	Variations for this Dec Qtr	Notes	Projected Year End Result	Actual YTD figures	
		Carry Forwards	Other than by QBRs	Sep QBRs						
Income										
Rates and Annual Charges	16,796				16,796			16,796	16,963	101%
User Charges and Fees	12,284				12,284			12,284	3,372	27%
Interest and Investment Revenues	821				821			821	328	40%
Other Revenues	740				740			740	712	96%
Grants & Contributions - Operating	8,457				8,457	2,895	1.2	11,352	6,832	60%
Grants & Contributions - Capital	7,365			(1,000)	6,365	2,875	1	9,240	3,118	34%
Net gain from disposal of assets					-			-	32	
Share of Interests in Joint Ventures					-			-		
Total Income from Continuing Operations	46,463	-	-	(1,000)	45,463	5,770		51,233	31,357	61%
Expenses										
Employee Costs	16,619			40	16,659	58	2.3	16,717	8,621	52%
Materials & Contracts	10,475			(16)	10,459	1,517	3	11,976	6,315	53%
Depreciation	11,336				11,336			11,336	5,668	50%
Other Expenses	4,347			20	4,367			4,367	2,383	55%
Interest & Investment Losses					-			-	-	
Net Loss from disposal of assets					-			-		
Total Expenses from Continuing Operations	42,777	-	-	44	42,821	1,575		44,396	22,987	52%
Net Operating Result from Continuing Operations	3,686	-	-	(1,044)	2,642	4,195		6,837	8,370	
Discontinued Operations - Surplus/(Deficit)					-			-		
Net Operating Result from All Operations	3,686	-	-	(1,044)	2,642	4,195		6,837	8,370	
Net Operating Result before Capital Items	(3,679)	-	-	(44)	(3,723)	1,320		(2,403)	5,252	

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Snowy Valleys Council

Quarterly Budget Review Statement

for the period 01/10/18 to 31/12/18

Income & Expenses Budget Review Statement

Budget review for the quarter ended 31 December 2018

Income & Expenses - Council Consolidated

(\$000's)	Original Budget 2018/19	Approved Changes			Revised Budget 2018/19	Variations for this Dec Qtr	Notes	Projected Year End Result	Actual YTD figures
		Carry Forwards	Other than by QBRS	Sep QBRS					
Income									
<i>Towns and Villages</i>									
Fire Service Levy, Protection, Emergency	235				235			235	671
Community Programs	15				15	75	2	90	92
Children Services	1,756				1,756			1,756	1,003
Aged persons and Disabled	488				488			488	97
Town Planning	154				154			154	204
Public Libraries	74				74			74	70
Building Control	80				80			80	29
<i>Growth through Innovation</i>									
Economic Development	-				-			-	-
Events, Tourism and Marketing	150				150			150	64
Caravan Parks	200				200			200	85
	450				450			450	359
<i>Our Natural Environment</i>									
Weed Control	-				-			-	61
Inspections	7				7			7	-
Domestic Waste	2,484				2,484			2,484	2,437
Water Supply	5,736			(1,000)	4,736			4,736	1,878
Waste Water Supply	4,531				4,531			4,531	4,543
Animal Control	58				58			58	33
<i>Communication and Engagement</i>									
Governance	-				-			-	-
Corporate Support	13,536				13,536	5,695	1	19,231	16,790
<i>Our Infrastructure</i>									
Asset and Design	1,272				1,272			1,272	135
RMS Road Safety Program	67				67			67	38
Public Conveniences	-				-			-	-
Cemeteries	185				185			185	86
Storm Water - Urban Drainage	27				27			27	27
Swimming Pools	108				108			108	65
Public Halls	4				4			4	47
Parks and Sporting Grounds	3,207				3,207			3,207	25
RMS Road Programs	5,578				5,578			5,578	1,070
Street Lighting	45				45			45	-
Aerodromes	10				10			10	17
Roads and Transport	4,479				4,479			4,479	905
Private Works	1,350				1,350			1,350	504
Gravel Pits	152				152			152	18
Saleyards	25				25			25	4
Total Income from Continuing Operations	46,463	-	-	(1,000)	45,463	5,770		51,233	31,357
Expenses									
<i>Towns and Villages</i>									
Fire Service Levy, Protection, Emergency	755				755			755	1,025
Community Programs	448				448	75	2	523	237
Children Services	1,751				1,751			1,751	645
Aged persons and Disabled	472				472			472	91
Town Planning	644				644	(17)	3	627	83
Public Libraries	835				835			835	473
Building Control	363				363			363	204
<i>Growth through Innovation</i>									
Economic Development	91			(35)	56			56	93
Events, Tourism and Marketing	1,014				1,014			1,014	71
Caravan Parks	129				129			129	20
Real Estate	800				800			800	400
<i>Our Natural Environment</i>									
Weed Control	149				149			149	56
Inspections	221				221			221	49
Domestic Waste	2,353				2,353			2,353	771
Water Supply	4,684				4,684			4,684	1,659
Waste Water Supply	4,427				4,427			4,427	1,668
Animal Control	117				117			117	56
<i>Communication and Engagement</i>									
Governance	392			10	402			402	274
Corporate Support	3,263			85	3,348	1,517	1.3	4,865	4,713
<i>Our Infrastructure</i>									
Asset and Design	2,044			(70)	1,974			1,974	1,991
RMS Road Safety Program	120				120			120	32
Public Conveniences	304				304			304	134

This statement forms part of Council's Quarterly Budget Review Statement (QBRS) for the quarter ended 31 December 2018 and should be read in conjunction with the total QBRS report

Cemeteries	175			175		175	#NAME?
Storm Water - Urban Drainage	420			420		420	221
Swimming Pools	969			969		969	317
Public Halls	152			152		152	52
Parks and Sporting Grounds	2,377		54	2,431		2,431	1,024
RMS Road Programs	5,278			5,278		5,278	1,284
Street Lighting	250			250		250	138
Aerodromes	50			50		50	4
Roads and Transport	6,306			6,306		6,306	4,660
Private Works	1,254			1,254		1,254	208
Gravel Pits	150			150		150	50
Saleyards	20			20		20	6
Total Expenses from Continuing Operations	42,777	-	-	42,821	1,575	44,396	22,987
	-						-
Net Operating Result from Continuing Ope	3,686	-	-	(1,044)	2,642	4,195	6,837
							8,370
Discontinued Operations - Surplus/(Deficit)				-		-	
Net Operating Result from All Operations	3,686	-	-	(1,044)	2,642	4,195	6,837
							8,370

This statement forms part of Council's Quarterly Budget Review Statement (QBRS) for the quarter ended 31 December 2018 and should be read in conjunction with the total QBRS report

Snowy Valleys Council

**Income & Expenses Budget Review Statement
Recommended changes to revised budget**

Budget Variations being recommended include the following material items:

Notes	Details
1	Increase grants and corporate support to reflect the NCIF Round 2 funds of \$5.695m \$2.875m is recognised as capital and reflected in the capital budget adjustments. Recognise \$1.5m in expenditure, \$1.320m transfer to reserve for next financial year.
2	Increase grants and community programs by \$75k for grant received for the crime prevention officer Salaries have also been adjusted to recognise the expenditure.
3	\$17k transferred from savings identified in Town Planning to Corporate Support to fund low value IT operational gear.

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Snowy Valleys Council

Quarterly Budget Review Statement
 for the period 01/10/18 to 31/12/18

Capital Budget Review Statement

Budget review for the quarter ended 31 December 2018

Capital Budget - Council Consolidated

(\$000's)	Original Budget 2018/19	Approved			Revised Budget 2018/19	Variations for this Dec Qtr	Notes	Projected Year End Result	Actual YTD figures
		Changes Carry Forwards	Other than by QBRS	Sep QBRS					
Capital Expenditure									
New Assets									
- Plant & Equipment	650			70	720		720	17	
- Land & Buildings	8,267	95		(120)	8,242	875 1	9,117	1,609	
- Other	650	14			664	18 2	682	22	
Renewal Assets (Replacement)									
- Plant & Equipment	1,371				1,371		1,371	510	
- Land & Buildings	1,186	359	795	693	3,033	77 3	3,110	1,133	
- Roads, Bridges, Footpaths	5,527	1,014		(70)	6,471		6,471	2,786	
- Water and Sewer	2,377			(1,000)	1,377	43 4	1,420	225	
Loan Repayments (Principal)	647				647		647		
	20,675	1,482	795	(427)	22,525	1,013	23,538	6,302	
Capital Funding									
Rates & Other Untied Funding	3,993				3,993		3,993	320	
Capital Grants & Contributions	9,671			(692)	8,979	875 1	9,854	3,255	
Reserves:									
- External Restrictions/Reserves	5,550				5,550	43 4	5,593	2,133	
- Internal Restrictions/Reserves	1,461	1,482	795	385	4,123	95 2,3	4,218	594	
New Loans					-		-		
Receipts from Sale of Assets									
- Plant & Equipment					-		-		
- Land & Buildings					-		-		
Total Capital Funding	20,675	1,482	795	(307)	22,645	1,013	23,658	6,302	
Net Capital Funding - Surplus/(Deficit)	-	-	-	120	120	-	120	-	

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Snowy Valleys Council

Quarterly Budget Review Statement
for the period 01/10/18 to 31/12/18**Capital Budget Review Statement**
Recommended changes to revised budget

Budget Variations being recommended include the following material items:

Notes	Details
1	\$895m increase to capital projects funded by SCIF round 2. \$2m transferred to reserve to fund capital works projects expected to commence 2019/20
2	\$18k To fund the Tumut Cemetery water main extension for an irrigation system
3	Fund additional works at Riverglade Caravan Park \$77k funded by Caravan Park Reserve
4	\$43k increase to fund Seca Sewer Jetter

This statement forms part of Council's Quarterly Budget Review Statement (QBRS) for the quarter ended 31 December 2018 and should be read in conjunction with the total QBRS report

Snowy Valleys Council

Cash & Investments Budget Review Statement

Budget review for the quarter ended 31 December 2018

Cash & Investments - Council Consolidated

(\$000's)	Original Budget 2018/19	Approved Changes			Revised Budget 2018/19	Variations for this Dec Qtr	Notes	Projected Year End Result	Actual YTD figures
		Carry Forwards	Other than by QBRS	Sep QBRS					
Externally Restricted ⁽¹⁾									
Water Fund	3,859			3,859	(43)	3	3,816	3,859	
Sewer Fund	4,615			4,615			4,615	4,615	
Domestic Waste	1,325			1,325			1,325	1,325	
Developer Contributions	3,223			3,223			3,223	3,223	
Unexpended Specific Purpose Grants	14,264			14,264	3,320	4	17,584	17,584	
Tumbarumba Retirement Village	717			717			717	717	
Urban Stormwater - - Tumbarumba	104			104			104	104	
Snowy Valleys Way	49			49			49	49	
Total Externally Restricted	28,156	-	-	28,156	3,277		31,433	31,476	
(1) Funds that must be spent for a specific purpose									
Internally Restricted ⁽²⁾									
	45			45			45	45	
Adelong Showground	10			10			10	10	
Aerodrome Obstacle Lighting	60			60			60	60	
Airfield General	62			62			62	62	
Airfield Reseals	60			60			60	60	
Asset Renewal Reserve	88			88			88	88	
Batlow Literary Institute	56			56			56	56	
Bridge Maintenance	57			57			57	57	
Capital Projects	6,135	(1,482)		(439)	4,214	(18)	1	4,196	
Caravan Park	77			77	(77)	2	-	-	
Carpark Improvements	112			112			112	112	
Dividend Reserve	538		(538)	-			-	-	
Election Reserve	72			72			72	72	
Emergency Services	86			86			86	86	
Employee Leave Entitlement Reserve	1,267			1,267			1,267	1,267	
Gravel Pits Reserve	203			203			203	203	
Hazard Reduction	53			53			53	53	
Information Technology Reserve	103			103			103	103	
Insurance (Risk Management)	124			(10)	114		114	114	
Legal	105			105			105	105	
Open Space Strategy Reserve	107			107			107	107	
Plant Dividend	464			464			464	464	
Playground Strategy Reserve	77			77			77	77	
Project Development Reserve	76			76			76	76	
Public Amenities	115			115			115	115	
Real Estate Development Reserve	38			38			38	38	
Saleyards	39			39			39	39	
Scholarships	6			6			6	6	
Security Deposits	9			9			9	9	
Shire Signage	84			84			84	84	
Surplus Holding	456			456			456	456	
Swimming Pools Reserve	312			312			312	312	
IWD Business Development Reserve	143			143			143	143	
IWD Contingencies Reserve	508			508			508	508	
IWD Staff Development	120			120			120	120	
IWD Plant Replacement Reserve	2,550		(257)	2,293			2,293	2,293	
IWD Vehicle Replacement Reserve	557			557			557	557	
IWD Vehicle Replacement Reserve	27			27			27	27	
Talbingo Town Improvement	124			124			124	124	
Telecentre	26			26			26	26	
Television Services	71			71			71	71	
Telstra Tower	18			18			18	18	
Tree Management	39			39			39	39	
Trust Reserves	490			490			490	490	
Visy Emergency Works	160			160			160	160	
Quarry	743			743			743	743	
Television/Radio Upgrade to Digital	32			32			32	32	
Community Services	127			127			127	127	
Replacement of Office Equipment	75			75			75	75	
TumbaFest	83			83			83	83	
Other Waste Management	6			6			6	6	
Uncompleted Works	659			659			659	659	
Total Internally Restricted	17,654	(1,482)	(795)	(449)	14,928	(95)	14,833	14,833	
(2) Funds that Council has earmarked for a specific purpose									

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Unrestricted	2,127	1,482	795	449	4,853	(3,182)	1,671	4,646
Total Cash & Investments	47,937				47,937		47,937	50,955

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Snowy Valleys Council

Cash & Investments Budget Review Statement

Investments

Investments have been invested in accordance with Council's Investment Policy.

Cash

The Cash at Bank figure included in the Cash & Investment Statement totals \$50,955,000

This Cash at Bank amount has been reconciled to Council's physical Bank Statements.
The date of completion of this bank reconciliation is 30/09/18

Reconciliation Status

The YTD Cash & Investment figure reconciles to the actual balances held as follows:

Cash at Bank (as per bank statements)
Investments on Hand

Reconciled Cash at Bank & Investments

Balance as per Review Statement:

Difference:

Recommended changes to revised budget

Budget Variations being recommended include the following material items:

Notes Details

1	\$18k reduction to capital projects to fund the Tumut Cemetery water main extension
2	Fund additional works at Riverglade Caravan Park \$77k funded by Caravan Park Reserve
3	\$43k reduction to fund the Seca Sewer Jetter

This statement forms part of Council's Quarterly Budget Review Statement (QBRS) for the quarter ended 31 December 2018 and should be read in conjunction with the total QBRS report

Snowy Valleys Council

Quarterly Budget Review Statement
for the period 01/10/18 to 31/12/18

Key Performance Indicators Budget Review Statement - Industry KPI's (OLG)

Budget review for the quarter ended 31 December 2018

(\$000's)	Current Projection		Actuals	
	Amounts	Indicator	Prior Periods	
	18/19	18/19	17/18	16/17

NSW Local Government Industry Key Performance Indicators (OLG):

1. Operating Performance

Operating Revenue (excl. Capital) - Operating Expenses	- 2,403	-6 %	-8 %	3 %
Operating Revenue (excl. Capital Grants & Contributions)	41,993			

This ratio measures Council's achievement of containing operating expenditure within operating revenue.

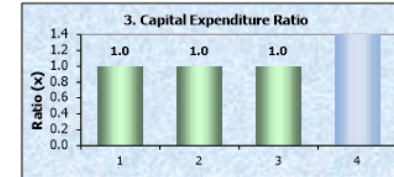
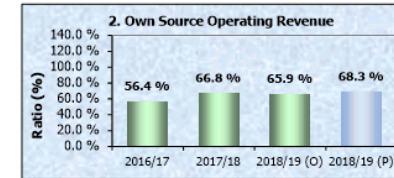
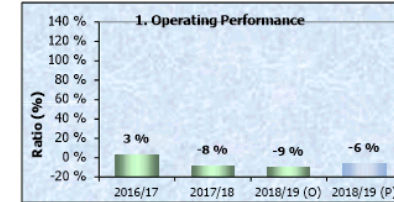
Operating Revenue (excl. ALL Grants & Contributions)	21,407	68.3 %	66.8 %	56.4 %
Total Operating Revenue (incl. Capital Grants & Cont)	31,357			

This ratio measures fiscal flexibility. It is the degree of reliance on external funding sources such as operating grants & contributions. Council had major grant funding in 2016/17 so was unable to achieve the benchmark of 60%. Council continues to ensure that the benchmark for this KPI is achieved every year in

3. Capital Expenditure Ratio

Annual Capital Expenditure	23538	2.1	1.0	1.0
Annual Depreciation	11336			

To assess the extent to which a Council is expanding its asset base thru capital expenditure on both new assets and the replacement and renewal of existing assets.



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Snowy Valleys Council

Quarterly Budget Review Statement
for the period 01/10/18 to 31/12/18

Contracts Budget Review Statement

Budget review for the quarter ended 31 December 2018

Part A - Contracts Listing - contracts entered into during the quarter

Contractor	Contract detail & purpose	Contract Value	Budgeted (Y/N)	Notes
Container Build Group	Tumbarumba Caravan Park Camp Kitchens	136,000	Y	

This statement forms part of Council's Quarterly Budget Review Statement (QBR) for the quarter ended 31 December 2018 and should be read in conjunction with the total QBR report

Snowy Valleys Council

Quarterly Budget Review Statement
for the period 01/10/18 to 31/12/18

Consultancy & Legal Expenses Budget Review Statement

Consultancy & Legal Expenses Overview

Expense	YTD Expenditure (Actual Dollars)	Budgeted (Y/N)
Consultancies	1,146,699	Y
Legal Fees	29,190	Y

Definition of a consultant:

A consultant is a person or organisation engaged under contract on a temporary basis to provide recommendations or high level specialist or professional advice to assist decision making by management. Generally it is the advisory nature of the work that differentiates a consultant from other contractors.

Expenditure included in the above YTD figure but not budgeted includes:

Details

- 1 Legal fees have been adjusted from the previous quarter to reflect purchase of Batlow Cannery that had been incorrectly coded as legal fees

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