



**PILBARA
REGIONAL
COUNCIL**

**BUDGET REVIEW
REPORT**

**FOR THE PERIOD ENDED
31 DECEMBER 2015**

PILBARA REGIONAL COUNCIL
STATEMENT OF FINANCIAL ACTIVITY - BUDGET REVIEW
FOR THE PERIOD ENDED 31 DECEMBER 2015

2014-15 ACTUAL		2015-16 ADOPTED BUDGET	2015-16 ACTUAL JULY - DEC	30 JUNE 2016 PROJECTION	VARIANCE	
					+VE OUTCOME	-VE OUTCOME
\$	REVENUE	\$	\$			
103,603	General Purpose Funding	67,396	57,772	78,475	11,079	0
1,247,895	Governance	1,025,500	1,107,637	1,613,636	659,976	(71,840)
300,000	Recreation and Culture	500,000	245,000	500,000	0	0
67,818	Economic Services	0	69,375	208,750	208,750	0
1,719,316		1,592,896	1,479,783	2,400,861	879,805	(71,840)
	LESS EXPENDITURE					
(1,525,877)	Governance	(4,835,396)	(853,472)	(5,482,954)	120,135	(767,693)
(24,584)	Community Amenities	0	0	0	0	0
(43,533)	Recreation and Culture	(700,000)	(54,032)	(700,000)	0	0
(1,787,557)	Economic Services	(110,000)	(46,261)	(318,750)	0	(208,750)
(3,381,551)		(5,645,396)	(953,765)	(6,501,704)	120,135	(976,443)
(1,662,235)	<i>Increase/(Decrease)</i>	(4,052,500)	526,018	(4,100,843)	999,940	(1,048,283)
	ADD					
3,494	Increase/(decrease) in Employee Provisions	8,500	0	8,500	0	0
11,105	(Profit)/ Loss on the disposal of assets	0	0	0	0	0
5,156	Depreciation Written Back	4,500	0	4,500	0	0
19,755		13,000	0	13,000	0	0
(1,642,480)	<i>Sub Total</i>	(4,039,500)	526,018	(4,087,843)	999,940	(1,048,283)
	LESS CAPITAL PROGRAMME					
0	Purchase Plant and Equipment	0	0	0	0	0
(3,408)	Purchase Furniture and Equipment	0	0	0	0	0
0	Proceeds from Sale of Assets	0	0	0	0	0
(3,408)		0	0	0	0	0
(1,645,888)	<i>Sub Total</i>	(4,039,500)	526,018	(4,087,843)	999,940	(1,048,283)
	LESS FUNDING FROM					
6,674,730	Opening Funds - July 1 B/Fwd	4,722,610	5,017,373	5,017,373	294,763	0
6,674,730		4,722,610	5,017,373	5,017,373	294,763	0
5,028,843	NET SURPLUS / (DEFICIT)	683,110	5,543,391	929,530	1,294,703	(1,048,283)

Net Positive/(Negative) Movements 246,420
Plus closing Funds in Budget 683,110

PROJECTED SURPLUS/DEFICIT 929,530

	2014/15 C/FWD	YTD ACTUAL	2015/16 BUDGET	30 JUNE 2016 PROJECTION
CURRENT ASSETS				
Unrestricted Cash		\$432,778	\$1,310,269	\$421,607
Restricted Cash		\$4,559,684	\$4,128,611	\$547,065
Accounts Receivable		\$89,939	\$364,954	\$31,454
TOTAL CURRENT ASSETS		\$5,082,401	\$5,803,834	\$1,000,126
CURRENT LIABILITIES				
Accounts Payable		(\$3,567)	(\$129,291)	(\$28,568)
Accrued Expenses		(\$26,336)	(\$34,842)	\$0
ATO Liabilities		(\$3,030)	(\$64,215)	\$0
Employee Provisions		(\$32,096)	(\$32,096)	(\$40,596)
TOTAL CURRENT LIABILITIES		(\$65,029)	(\$260,443)	(\$70,596)
NET CURRENT ASSET		\$5,017,372	\$5,543,391	\$929,530

PILBARA Regional Council

Details By function Under The Following Programme Titles
And Type Of Activities Within The Programme

	YTD ACTUALS		ANNUAL BUDGET		PROJECTION		PROJECTED VARIANCE		VARIANCE REASON
	31 DECEMBER 2015		2015-16		30 JUNE 2016		+VE Outcome	-VE Outcome	
	Income	Expenditure	Income	Expenditure	Income	Expenditure			
OTHER GENERAL PURPOSE FUNDING									
OPERATING INCOME									
Interest on Investments - General (R400)	\$9,973	\$0	\$20,000	\$0	\$20,000	\$0	\$0	\$0	
Interest on investments - CLGF Land Deconstraint (R402)	\$47,799	\$0	\$47,396	\$0	\$58,475		\$11,079	\$0	Anticipate additional interest on term deposit as less funds spent on project in earlier months.
Sub Total - OTHER GENERAL PURPOSE FUNDING OP/INC	\$57,772	\$0	\$67,396	\$0	\$78,475	\$0	\$11,079	\$0	
Total - OTHER GENERAL PURPOSE FUNDING	\$57,772	\$0	\$67,396	\$0	\$78,475	\$0	\$11,079	\$0	
Total - GENERAL PURPOSE FUNDING	\$57,772	\$0	\$67,396	\$0	\$78,475	\$0	\$11,079	\$0	
GOVERNANCE									
MEMBERS OF COUNCIL									
OPERATING EXPENDITURE									
Conference and training Expenses	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Chairperson Allowance (EC001)	\$0	(\$1,000)	\$0	(\$1,000)	\$0	(\$1,000)	\$0	\$0	
Sitting Fees (EC002)	\$0	(\$3,920)	\$0	(\$9,000)	\$0	(\$9,000)	\$0	\$0	
Council Meeting Expenses (EC003)	\$0	(\$2,447)	\$0	(\$12,000)	\$0	(\$12,000)	\$0	\$0	
FY14 Pilbara Kimberley Joint Forum	\$0	\$0	\$0	(\$70,000)	\$0	\$0	\$70,000	\$0	Should have been EastXWest Forum Expense Account allocation
Sub Total - MEMBERS OF COUNCIL OP/EXP	\$0	(\$7,367)	\$0	(\$92,000)	\$0	(\$22,000)	\$70,000	\$0	
OPERATING INCOME									
Contributions - PK Forum (R300)	\$55,682	\$0	\$50,000	\$0	\$0	\$0	\$0	(\$50,000)	Shift budget allocation to new Account Contributions -EASTxWEST Forum
Sub Total - MEMBERS OF COUNCIL OP/INC	\$55,682	\$0	\$50,000	\$0	\$0	\$0	\$0	(\$50,000)	
Total - MEMBERS OF COUNCIL	\$55,682	(\$7,367)	\$50,000	(\$92,000)	\$0	(\$22,000)	\$70,000	(\$50,000)	

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	YTD ACTUALS		ANNUAL BUDGET		PROJECTION		PROJECTED VARIANCE		VARIANCE REASON
	31 DECEMBER 2015		2015-16		30 JUNE 2016		+VE Outcome	-VE Outcome	
	Income	Expenditure	Income	Expenditure	Income	Expenditure			
GOVERNANCE - GENERAL									
OPERATING EXPENDITURE									
<u>Fixed Costs</u>									
Rent on Premises - Newcastle St (EF001)	\$0	(\$17,419)	\$0	(\$34,149)	\$0	(\$34,769)	\$0	(\$620)	Additional rent expense due to incorrect amounts charged in May and June 2015, with No GST in amount
Rent on Premises - Bulwer St (EF006)	\$0	(\$9,171)	\$0	(\$16,200)	\$0	(\$9,171)	\$7,029	\$0	New tenant secured for old offices in Bulwer St, so released from remainder of lease period.
Variables On Premises (EF002)	\$0	(\$376)	\$0	(\$13,000)	\$0	(\$10,000)	\$3,000	\$0	Trends indicate variables for year will be less than anticipated
Utilities (EF003)	\$0	(\$5,466)	\$0	(\$21,600)	\$0	(\$15,000)	\$6,600	\$0	Trends indicate utilities will be less than anticipated
Insurance (EA007)	\$0	(\$21,188)	\$0	(\$25,000)	\$0	(\$21,188)	\$3,812	\$0	Insurance premiums less than anticipated
Salaries (EH001)	\$0	(\$309,584)	\$0	(\$670,000)	\$0	(\$655,876)	\$14,124	\$0	Salary costs lower due to project officer positions starting later than anticipated
Superannuation (EH002)	\$0	(\$31,489)	\$0	(\$63,650)	\$0	(\$61,389)	\$2,261	\$0	Superannuation costs lower due to project officer positions starting later
Annual Leave Accrual (EH004)	\$0	\$0	\$0	(\$6,000)	\$0	(\$6,000)	\$0	\$0	
LSL Liability Provision (EH003)	\$0	\$0	\$0	(\$8,500)	\$0	(\$8,500)	\$0	\$0	
Staff Training & Development (EH005)	\$0	(\$8,759)	\$0	(\$33,500)	\$0	(\$33,500)	\$0	\$0	
Fringe Benefits Tax (EH006)	\$0	\$0	\$0	(\$5,000)	\$0	(\$5,000)	\$0	\$0	
Bank Fees (EA0019)	\$0	(\$700)	\$0	(\$3,000)	\$0	(\$1,600)	\$1,400	\$0	Trends indicate lower bank fees
Association Fees (EA005)	\$0	(\$5,190)	\$0	(\$13,000)	\$0	(\$13,000)	\$0	\$0	
Audit Fees (EA004)	\$0	(\$8,500)	\$0	(\$8,600)	\$0	(\$8,600)	\$0	\$0	
Subscriptions (EA006)	\$0	(\$431)	\$0	(\$600)	\$0	(\$600)	\$0	\$0	
<u>Variable Costs</u>									
Contract Support Services (EA0017)	\$0	(\$30,962)	\$0	(\$72,000)	\$0	(\$72,000)	\$0	\$0	
ICT & Telecommunications (EF004)	\$0	(\$9,684)	\$0	(\$24,000)	\$0	(\$24,000)	\$0	\$0	
Conference and training Expenses (EA001)	\$0	(\$1,763)	\$0	(\$10,000)	\$0	(\$10,000)	\$0	\$0	
Marketing and Promotion (EA0015)	\$0	(\$5,951)	\$0	(\$25,000)	\$0	(\$25,000)	\$0	\$0	
Sundry Office Expenses (EA0016)	\$0	(\$1,831)	\$0	(\$6,000)	\$0	(\$6,000)	\$0	\$0	
Advertising (EA009)	\$0	(\$855)	\$0	(\$2,500)	\$0	(\$2,500)	\$0	\$0	
Meeting Expenses (EA002)	\$0	(\$13,921)	\$0	(\$24,000)	\$0	(\$24,000)	\$0	\$0	
Office Equipment (EA0010)	\$0	(\$5,486)	\$0	(\$7,000)	\$0	(\$7,000)	\$0	\$0	
Parking Fees (EA008)	\$0	(\$241)	\$0	(\$1,200)	\$0	(\$1,200)	\$0	\$0	
Printing and Stationery (EA0012)	\$0	(\$5,376)	\$0	(\$9,600)	\$0	(\$9,600)	\$0	\$0	
WARCA Expenses (EA0020)	\$0	(\$91)	\$0	(\$12,000)	\$0	(\$91)	\$11,909	\$0	Savings due to WARCA secretarial service no longer being provided

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	31 DECEMBER 2015		2015-16		30 JUNE 2016		+VE Outcome	-VE Outcome	
	Income	Expenditure	Income	Expenditure	Income	Expenditure			
Other									
Depreciation (EO005)	\$0	\$0	\$0	(\$4,500)	\$0	(\$4,500)	\$0	\$0	
E042099 · Less Project Administration All (E042099)	\$0	\$0	\$0	\$465,500	\$0	\$0	\$0	(\$465,500)	Credit shifted to GL Account R306 to show transaction as income, rather than as net expenditure
Projects (New and Continuing)									
Project Concept Funding (EP001)	\$0	\$0	\$0	(\$7,500)	\$0	(\$7,500)	\$0	\$0	
FY14 Payroll Processing (EPFY1405)	\$0	(\$78,750)	\$0	(\$157,500)	\$0	(\$157,500)	\$0	\$0	
FY14 Designated Area Migration Agreement (EPFY1406)	\$0	(\$5)	\$0	(\$53,500)	\$0	(\$53,500)	\$0	\$0	
FY15 Land Deconstraint Project Expenses (CLGFR) (EPFY1510)	\$0	(\$83,489)	\$0	(\$3,723,897)	\$0	(\$3,734,976)	\$0	(\$11,079)	Additional interest earned to be spent on project or refunded to DRD - See Account R402
FY15 Member Training (EPFY1502)	\$0	(\$16,372)	\$0	(\$36,000)	\$0	(\$36,000)	\$0	\$0	
FY15 GIS (EPFY1505)	\$0	(\$52,208)	\$0	\$0	\$0	(\$95,000)	\$0	(\$95,000)	GIS project funded from 2014-15 carried forward closing surplus
FY15 Online Planning (EPFY1503)	\$0	(\$1,526)	\$0	\$0	\$0	(\$1,526)	\$0	(\$1,526)	Final costs relating to project for 2014/15
FY15 Public Centres WIFI (EPFY1507)	\$0	(\$87,333)	\$0	\$0	\$0	(\$87,333)	\$0	(\$87,333)	Project funded from 2014-15 carried forward closing surplus
Pilbara Enterprise Zone	\$0	\$0	\$0	(\$50,400)	\$0	(\$50,400)	\$0	\$0	
Regional Tendering & Contracts (EPFY1601)	\$0	(\$10,468)	\$0	(\$10,000)	\$0	(\$46,635)	\$0	(\$36,635)	Increase in budget estimate due to contributions received see Account R408
Visitors Centre Back Office Federation (EA0021)	\$0	(\$1,305)	\$0	(\$10,500)	\$0	(\$10,500)	\$0	\$0	
FY16 East X West Forum (EPFY1402)	\$0	(\$8,539)	\$0	\$0	\$0	(\$70,000)	\$0	(\$70,000)	Allocation readjustment from PK Joint Forum Account
Regional CCTV Services (EPFY1602)	\$0	(\$4,858)	\$0	(\$10,000)	\$0	(\$10,000)	\$0	\$0	
Pilbara Regional Signage Project (EPFY1603)	\$0	(\$6,818)	\$0	(\$30,000)	\$0	(\$30,000)	\$0	\$0	
Sub Total - GOVERNANCE - GENERAL OP/EXP	\$0	(\$846,106)	\$0	(\$4,743,396)	\$0	(\$5,460,954)	\$50,135	(\$767,693)	

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	31 DECEMBER 2015		2015-16		30 JUNE 2016		+VE Outcome	-VE Outcome	
	Income	Expenditure	Income	Expenditure	Income	Expenditure			
OPERATING INCOME									
Contributions - Members (R100)	\$880,000	\$0	\$880,000	\$0	\$880,000	\$0	\$0	\$0	
Member Training Contributions (R305)	\$4,545	\$0	\$0	\$0	\$4,545	\$0	\$4,545	\$0	Additional income for training costs not anticipated
Member Contributions Land Deconstraint Business Case	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Contributions - Grants - DLG - RBP (R202)	\$52,000	\$0	\$52,000	\$0	\$52,000	\$0	\$0	\$0	Insurance claims payout not anticipated
Reimbursements & Rebates (R304)	\$2,318	\$0	\$0	\$0	\$2,318	\$0	\$2,318	\$0	
Payroll Processing Revenue (R406)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Reimbursements (R500)	\$10,580	\$0	\$0	\$0	\$10,580	\$0	\$10,580	\$0	Reimbursement of rent associated with Bulwer St Offices
FY15 Public Centres WiFi Revenue (R800)	\$54,716	\$0	\$0	\$0	\$54,716	\$0	\$54,716	\$0	Additional member contributions received.
Other Revenue - WARCA (R203)	\$11,160	\$0	\$33,000	\$0	\$11,160	\$0	\$0	(\$21,840)	Reduction in income due to cessation of secretarial services
Visitors Centre Back Office Federation	\$0	\$0	\$10,500	\$0	\$10,500	\$0	\$0	\$0	
EASTxWEST Forum Revenue (R409)	\$0	\$0	\$0	\$0	\$55,682	\$0	\$55,682	\$0	Allocation shifted from Account R300 PK Forum
Regional Tendering and Contracts Revenue (R408)	\$36,635	\$0	\$0	\$0	\$36,635	\$0	\$36,635	\$0	Offset by increase in expense GL See EPFY1601
Project Management income (R306)	\$0	\$0	\$0	\$0	\$495,500	\$0	\$495,500	\$0	Credit shifted from GL Account "Less Project Admin Fee" to show transaction as income plus additional project management income added
Sub Total - GOVERNANCE - GENERAL OP/INC	\$1,051,955	\$0	\$975,500	\$0	\$1,613,636	\$0	\$659,976	(\$21,840)	
Total - GOVERNANCE - GENERAL	\$1,051,955	(\$846,106)	\$975,500	(\$4,743,396)	\$1,613,636	(\$5,460,954)	\$710,111	(\$789,533)	
Total - GOVERNANCE	\$1,107,637	(\$853,472)	\$1,025,500	(\$4,835,396)	\$1,613,636	(\$5,482,954)	\$780,111	(\$839,533)	
OTHER CULTURE									
OPERATING EXPENDITURE									
FY15 Old Onslow Heritage Works (EPFY1512)	\$0	(\$54,032)	\$0	(\$700,000)	\$0	(\$700,000)	\$0	\$0	
Sub Total - OTHER CULTURE OP/EXP	\$0	(\$54,032)	\$0	(\$700,000)	\$0	(\$700,000)	\$0	\$0	

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	31 DECEMBER 2015		2015-16		30 JUNE 2016		+VE Outcome	-VE Outcome	
	Income	Expenditure	Income	Expenditure	Income	Expenditure			
OPERATING INCOME									
Contributions - Grant - Chevron Old Onslow (R701)	\$245,000	\$0	\$500,000	\$0	\$500,000	\$0	\$0	\$0	
Sub Total - OTHER CULTURE OP/INC	\$245,000	\$0	\$500,000	\$0	\$500,000	\$0	\$0	\$0	
Total - OTHER CULTURE	\$245,000	(\$54,032)	\$500,000	(\$700,000)	\$500,000	(\$700,000)	\$0	\$0	
Total - RECREATION AND CULTURE	\$245,000	(\$54,032)	\$500,000	(\$700,000)	\$500,000	(\$700,000)	\$0	\$0	
TOURISM AND AREA PROMOTION									
OPERATING EXPENDITURE									
FY15 Regional Events Attraction (EPFY1501)	\$0	(\$148)	\$0	(\$30,000)	\$0	(\$30,000)	\$0	\$0	
Contribution to Pilbara Tourism Development Plan (trails) (EPFY1604)	\$0	(\$9,603)	\$0	(\$30,000)	\$0	(\$100,000)	\$0	(\$70,000)	Increase in project scope due to additional grant funding from lotteries
Tourism Capacity Building Expense (PDC) (EPFY1605)	\$0	(\$3,128)	\$0	(\$50,000)	\$0	(\$50,000)	\$0	\$0	
FY16 Regional Boating Facilities Project (EPFY1606)	0	(\$33,383)	\$0	\$0	\$0	(\$138,750)	\$0	(\$138,750)	Matching expenditure to Dept of Transport Grant - See GL R407
Sub Total - TOURISM & AREA PROMOTION OP/EXP	\$0	(\$46,261)	\$0	(\$110,000)	\$0	(\$318,750)	\$0	(\$208,750)	
OPERATING INCOME									
Tourism Capicity Grant (PDC)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
LotteryWest Grant - Pilbara Tourism Development Plan (R801)	\$0	\$0	\$0	\$0	\$70,000	\$0	\$70,000	\$0	Additional grant funding approved
DoT Grant - Regional Boating Facilities (R802)	\$69,375	\$0	\$0	\$0	\$138,750	\$0	\$138,750	\$0	Grant from Dept of Transport for Regional Boating Facilities not anticipated
Sub Total - TOURISM & AREA PROMOTION OP/INC	\$69,375	\$0	\$0	\$0	\$208,750	\$0	\$208,750	\$0	
Total - TOURISM & AREA PROMOTION	\$69,375	(\$46,261)	\$0	(\$110,000)	\$208,750	(\$318,750)	\$208,750	(\$208,750)	
Total - ECONOMIC SERVICES	\$69,375	(\$46,261)	\$0	(\$110,000)	\$208,750	(\$318,750)	\$208,750	(\$208,750)	

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	YTD ACTUALS		ANNUAL BUDGET		PROJECTION		PROJECTED VARIANCE		VARIANCE REASON
	31 DECEMBER 2015		2015-16		30 JUNE 2016		+VE Outcome	-VE Outcome	
	Income	Expenditure	Income	Expenditure	Income	Expenditure			
SALARIES AND WAGES									
OPERATING EXPENDITURE									
Gross Total Salaries and Wages	\$0	(\$309,584)	\$0	(\$670,000)	\$0	(\$655,876)	\$14,124	\$0	Trends indicate less salaries costs
Gross Total Salaries and Wages Allocated	\$0	\$309,584	\$0	\$670,000	\$0	\$655,876	(\$14,124)	\$0	Reduction in salaries allocated
Sub Total - SALARIES AND WAGES OP/EXP	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Total - SALARIES AND WAGES	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
NEW - (Surplus) / Deficit - Brought Forward	\$5,017,373	\$0	\$4,722,610	\$0	\$5,017,373	\$0	\$294,763	\$0	Additional surplus due to some projects not progressing to completion as anticipated when budget was compiled
NEW - (Surplus) / Deficit - Carried Forward	\$0	\$0	\$0	\$0					
Sub Total - SURPLUS C/FWD	\$5,017,373	\$0	\$4,722,610	\$0	\$5,017,373	\$0	\$294,763	\$0	
Total - SURPLUS	\$5,017,373	\$0	\$4,722,610	\$0	\$5,017,373	\$0	\$294,763	\$0	
NEW - Depreciation Written Back	\$0	\$0	\$0	\$4,500	\$0	\$4,500	\$0	\$0	
000000 - Loss on Sale of Asset Written Back	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
000000 - Provision for Long Service Leave	\$0	\$0	\$0	\$8,500	\$0	\$8,500	\$0	\$0	
NEW - Written Down Value Written Back	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Sub Total - WRITTEN BACK ITEMS	\$0	\$0	\$0	\$13,000	\$0	\$13,000	\$0	\$0	
Total - DEPRECIATION	\$0	\$0	\$0	\$13,000	\$0	\$13,000	\$0	\$0	
GRAND TOTALS	\$6,497,156	(\$953,765)	\$6,315,506	(\$5,632,396)	\$7,418,234	(\$6,488,704)	\$1,294,703	(\$1,048,283)	
		\$5,543,391		\$683,110		\$929,530			