



**PILBARA
REGIONAL
COUNCIL**

**BUDGET REVIEW REPORT
FOR THE PERIOD ENDED
31 DECEMBER 2016**

**VERSION 4
25/01/2017**

PILBARA REGIONAL COUNCIL
STATEMENT OF FINANCIAL ACTIVITY - BUDGET REVIEW
FOR THE PERIOD ENDED 31 DECEMBER 2016

2015-16 ACTUAL		2016-17 ADOPTED BUDGET	2016-17 ACTUAL JULY - DEC	30 JUNE 2017 PROJECTION	VARIANCE	
					+ VE OUTCOME	- VE OUTCOME
\$	REVENUE	\$	\$	\$	\$	\$
122,266	General Purpose Funding	30,000	11,406	17,130	-	(12,870)
1,505,862	Governance	1,100,000	660,959	977,470	-	(122,530)
346,664	Recreation and Culture	-	-	-	-	-
174,062	Economic Services	500,000	426,670	714,640	214,640	-
2,148,854		1,630,000	1,099,035	1,709,240	214,640	(135,400)
	LESS EXPENDITURE					
(5,281,554)	Governance	(925,238)	(450,185)	(907,561)	17,677	-
(267,328)	Recreation and Culture	-	-	-	-	-
(153,192)	Economic Services	(777,996)	(385,631)	(1,303,299)	-	(525,303)
(5,702,074)		(1,703,234)	(835,816)	(2,210,860)	17,677	(525,303)
(3,553,220)	Increase(Decrease)	(73,234)	263,220	(501,620)	232,317	(660,703)
	ADD					
(841)	Increase(Decrease) in Employee Provisions	6,000	-	6,000	-	-
-	Profit/(Loss) on disposal of assets	-	959	1,085	1,085	-
3,118	Depreciation Written Back	-	-	-	-	-
2,277		6,000	959	7,085	1,085	-
(3,550,943)	Sub Total	(67,234)	264,179	(494,535)	233,402	(660,703)
	LESS CAPITAL PROGRAMME					
-	Purchase Plant & Equipment	-	-	-	-	-
-	Purchase Furniture & Equipment	-	-	-	-	-
-	Proceeds from Sale of Assets	-	(959)	(1,085)	-	(1,085)
-		-	(959)	(1,085)	-	(1,085)
(3,550,943)	Sub Total	(67,234)	263,220	(495,620)	233,402	(661,788)
	LESS FUNDING FROM					
5,017,372	Opening funds - July 1 B/Fwd	1,321,050	1,466,429	1,466,429	145,379	-
5,017,372		1,321,050	1,466,429	1,466,429	145,379	-
1,466,429	NET SURPLUS / (DEFICIT)	1,253,816	1,729,649	976,809	378,781	(661,788)

Net Positive/(Negative) Movements	(283,007)
Plus closing Funds in Budget	1,253,816
PROJECTED SURPLUS/DEFICIT	970,809

	2015-16 C/FWD	YTD ACTUAL	2016-17 BUDGET	30 JUNE 2017 PROJECTION
CURRENT ASSETS				
Unrestricted Cash	1,072,374	904,946	1,332,301	966,773
Restricted Cash	676,415	632,925	-	-
Accounts Receivable	357,724	288,394	11,454	26,014
TOTAL CURRENT ASSETS	2,106,513	1,826,265	1,343,755	992,787
CURRENT LIABILITIES				
Accounts Payable	(591,096)	(907)	(75,173)	-
Accrued Expenses	(27,010)	(21,985)	-	-
ATO Liabilities	-	(51,747)	-	-
Employee Provisions	(21,978)	(21,978)	(20,766)	(21,978)
TOTAL CURRENT LIABILITIES	(640,084)	(96,617)	(95,939)	(21,978)
NET CURRENT ASSET	1,466,429	1,729,649	1,247,816	970,809
Add Employee Annual Leave Provision	-	-	6,000	6,000
SURPLUS OF CURRENT ASSETS OVER CURRENT LIABILITIES	1,466,429	1,729,649	1,253,816	976,809

Details by Function Under The Following Program Titles
And Type Of Activities Within The Programme

	YTD ACTUALS 31 DECEMBER 2016		ANNUAL BUDGET 2016 - 2017		PROJECTION 30 JUNE 2017		PROJECTED VARIANCE		VARIANCE REASON
	Income	Expenditure	Income	Expenditure	Income	Expenditure	+ VE Outcome	- VE Outcome	
	\$	\$	\$	\$	\$	\$			
OTHER GENERAL PURPOSE FUNDING									
OPERATING INCOME									
Interest on Investments - General (R400)	9,277	-	30,000	-	15,000	-	-	(15,000)	Less than anticipated general interest has been derived due to expense against Old Onslow project. Additional income was derived from CLGF interest due to a delay in acquitting this project.
Interest on Investments - CLGF Land Deconstraint (R402)	2,129	-	-	-	2,130	-	2,130	-	
Sub Total - OTHER GENERAL PURPOSE FUNDING OP/INC	11,406	-	30,000	-	17,130	-	2,130	(15,000)	
Total - OTHER GENERAL PURPOSE FUNDING	11,406	-	30,000	-	17,130	-	2,130	(15,000)	
Total - OTHER PURPOSE FUNDING	11,406	-	30,000	-	17,130	-	2,130	(15,000)	
GOVERNANCE									
MEMBERS OF COUNCIL									
OPERATING EXPENDITURE									
Chairperson Allowance (EC001)	-	(1,000)	(1,000)	(1,000)	(1,000)	-	-	-	
Sitting Fees (EC002)	-	(3,080)	(9,000)	(9,000)	(8,580)	420	-	-	
Council Meeting Expenses (EC003)	-	(4,417)	(12,000)	(12,000)	(10,000)	2,000	-	-	
Sub Total - MEMBERS OF COUNCIL OP/EXP	-	(8,497)	(22,000)	(22,000)	(19,580)	2,420	-	-	
Total - MEMBERS OF COUNCIL	-	(8,497)	(22,000)	(22,000)	(19,580)	2,420	-	-	

Details by Function Under The Following Program Titles
And Type Of Activities Within The Programme

	YTD ACTUALS		ANNUAL BUDGET		PROJECTION		PROJECTED VARIANCE		VARIANCE REASON
	31 DECEMBER 2016		2016 - 2017		30 JUNE 2017				
	Income	Expenditure	Income	Expenditure	Income	Expenditure	+ VE Outcome	- VE Outcome	
	\$	\$	\$	\$	\$	\$			
OPERATING EXPENDITURE									
FIXED COSTS									
Rent on Premises - Newcastle St 662 (EFO07)		(4,608)		(15,000)		(20,736)		-	(5,736)
Rent on Premises - Newcastle St 300 (EFO01)		(11,570)		(15,000)		(11,570)		3,430	-
Variables on Premises - (EFO02)		(2,703)		(13,200)		(10,000)		3,200	-
Utilities (EFO03)		(8,291)		(21,600)		(19,000)		2,600	-
Insurance (EA007)		(21,976)		(25,000)		(22,000)		3,000	-
Salaries (EH01)		(270,252)		(577,500)		(560,000)		17,500	-
Superannuation (EH002)		(25,153)		(54,863)		(50,400)		4,463	-
Annual Leave Accrual (EH004)		-		(6,000)		(6,000)		-	-
LSL Liability Provision (EH003)		-		-		-		-	-
Staff Training and Development (EH005)		(4,404)		(17,325)		(17,325)		-	-
Fringe Benefits Tax (EH006)		-		(5,000)		(5,000)		-	-
									Bank fees have increased due to a banking restructure to hold restricted cash in a separate account.
Bank Fees (EA0019)		(1,008)		(1,500)		(2,000)		-	(500)
Association Fees (EA005)		(11,001)		(13,000)		(12,000)		1,000	-
Audit Fees (EA004)		(8,500)		(9,350)		(9,350)		-	-
Subscriptions (EA006)		(587)		(600)		(600)		-	-
Variable Costs									
Contract Support Services (EA0017)		(11,296)		(25,200)		(25,200)		-	-
ICT (EF004)		(12,530)		(18,000)		(18,000)		-	-
Conference Expenses (EA001)		(3,047)		(10,000)		(10,000)		-	-
Marketing and Promotion (EA0015)		(6,474)		(20,000)		(20,000)		-	-
Sundry Office Expenses (EA0016)		(1,563)		(3,000)		(3,000)		-	-
Advertising (EA009)		(273)		(1,000)		(1,000)		-	-
Meeting Expenses (EA002)		(6,051)		(21,000)		(21,000)		-	-
Office Equipment (EA0010)		(3,677)		(7,000)		(7,000)		-	-
Parking Fees (EA008)		(418)		(900)		(900)		-	-
Printing and Stationery (EA0012)		(2,727)		(7,200)		(7,200)		-	-
MV Expenses (EA022)		(4,056)		(9,000)		(9,000)		-	-
									Unbudgeted expense of \$13,700 against Sponsorship for Pilbara Plate event, approved by Council in Resolution FY17-31.
Sponsorship (EA020)		(13,636)		-		(13,700)		-	(13,700)
Office Relocation (EA010)		(5,885)		(6,000)		(6,000)		-	-
<u>Other</u>									
Depreciation (EO005)		-		-		-		-	-
Sub Total - GOVERNANCE - GENERAL OP/EXP		(441,688)		(903,238)		(887,981)		35,193	(19,936)

Details by Function Under The Following Program Titles
And Type Of Activities Within The Programme

	YTD ACTUALS 31 DECEMBER 2016		ANNUAL BUDGET 2016 - 2017		PROJECTION 30 JUNE 2017		PROJECTED VARIANCE		VARIANCE REASON
	Income	Expenditure	Income	Expenditure	Income	Expenditure	+ VE Outcome	- VE Outcome	
	\$	\$	\$	\$	\$	\$			
OPERATING INCOME									
Contributions - Members (R100)	660,000	-	880,000	-	880,000	-	-	-	
Other Revenue - Provision for Grants Received	-	-	220,000	-	96,385	-	-	(123,615)	CwC Peedamulla income was split out from the Provision for Grants to assist tracking and acquittal.
Disposal of Redundant Office Equipment	959	-	-	-	1,085	-	1,085	-	
Sub Total - GOVERNANCE - GENERAL OP/INC	660,959	-	1,100,000	-	977,470	-	1,085	(123,615)	
Total - GOVERNANCE - GENERAL	660,959	(441,688)	1,100,000	(903,238)	977,470	(887,981)	36,278	(143,551)	
Total - GOVERNANCE	660,959	(450,185)	1,100,000	(925,238)	977,470	(907,561)	38,698	(143,551)	

Details by Function Under The Following Program Titles And Type Of Activities Within The Programme	YTD ACTUALS		ANNUAL BUDGET		PROJECTION		PROJECTED VARIANCE		VARIANCE REASON
	31 DECEMBER 2016		2016 - 2017		30 JUNE 2017		+ VE Outcome	- VE Outcome	
	Income	Expenditure	Income	Expenditure	Income	Expenditure			
	\$	\$	\$	\$	\$	\$			
ECONOMIC SERVICES									
OPERATING EXPENDITURE									
FY15 Land Deconstraint Project Expenses (CLGFR) (EPFY1510)		(140,000)	-		(140,000)	-	(140,000)		Unbudgeted expense of \$140,000 against Land Deconstraint represents acquittal of restricted cash, received in FY15 but not expended, and was approved by Council in Resolution FY17-31.
Project Concept Funding (EP001)		(1,968)	(7,500)		(7,500)	-	-		
Regional Tendering & Contracts (EPFY1601)		-	(5,000)		(5,000)	-	-		
Contribution to Pilbara Tourism Dev. Plan (EPFY1604)		(2,015)	(10,000)		(10,000)	-	-		
CwC at Peedamulla Expense (EPFY1605)		(8,109)	-		(110,000)	-	(110,000)		Overspend of \$110,000 against CwC Peedamulla represents acquittal of restricted cash received in FY17, but unable to be quantified at the time of budget preparation.
Mountain Bike Trails Master Plan (EPFY1704)		(241)	(10,000)		(10,000)	-	-		
Old Onslow Heritage Works (EPFY1512)		(17,882)	(500,000)		(785,803)	-	(285,803)		Overspend of \$285,803 against Old Onslow Heritage Works represents acquittal of restricted cash, received in FY16 but not expended.
Old Onslow Heritage Works PM		-	50,000		50,000	-	-		
Destination Pilbara (EPFY1703)		(311)	(2,000)		(2,000)	-	-		
Pilbara Research Online		-	(1,000)		(500)	500	-		Projected project expenses will be less than anticipated.
Regional Training (EPFY1502)		(27,110)	(36,000)		(36,000)	-	-		
Green Waste Processing - Contract Management (EPFY1705)		(115,944)	(60,000)		(60,000)	-	-		
Payroll Processing - Contract Management (EPFY1405)		(68,542)	(164,496)		(164,496)	-	-		
Regional Investment Tour		-	(10,000)		-	10,000	-		Project no longer endorsed by Council.
Regional Advocacy Strategy (EPFY1701)		(3,510)	(12,000)		(12,000)	-	-		
Regional Ageing Engagement Strategy		-	(10,000)		(10,000)	-	-		
Sub Total - ECONOMIC SERVICES OP/EXP	-	(385,631)	-	(777,996)	-	(1,303,299)	10,500	(535,803)	
OPERATING INCOME									
CwC at Peedamulla Revenue (R404)	35,645		-		123,615		123,615		CwC Peedamulla income was split out from the Provision for Grants to assist tracking and acquittal.
Green Waste Processing - Contract Management Revenue (R8)	70,947		-		70,947		70,947		Green Waste Processing income was expected, but unable to be quantified at the time of budget preparation.
Regional Training Income (R804)	20,079		-		20,079		20,079		Regional Training income was expected, but unable to be quantified at the time of budget preparation.
Contributions - Grant - Chevron Old Onslow (R701)	300,000		500,000		500,000		-		
Sub Total - ECONOMIC SERVICES OP/INC	426,670	-	500,000	-	714,640	-	214,640	-	
Total - ECONOMIC SERVICES	426,670	(385,631)	500,000	(777,996)	714,640	(1,303,299)	225,140	(535,803)	

Details by Function Under The Following Program Titles And Type Of Activities Within The Programme	YTD ACTUALS		ANNUAL BUDGET		PROJECTION		PROJECTED VARIANCE		VARIANCE REASON
	31 DECEMBER 2016		2016 - 2017		30 JUNE 2017		+ VE Outcome	- VE Outcome	
	Income	Expenditure	Income	Expenditure	Income	Expenditure			
	\$	\$	\$	\$	\$	\$			
SALARIES AND WAGES									
OPERATING EXPENDITURE									
Gross Total Salaries and Wages		(295,405)		(638,363)		(616,048)	22,315	-	
Gross Total Salaries and Wages Allocated		295,405		638,363		616,048	-	(22,315)	
Sub Total - SALARIES AND WAGES OP/EXP	-	-	-	-	-	-	22,315	(22,315)	
Total - SALARIES & WAGES	-	-	-	-	-	-	22,315	(22,315)	
Depreciation Written Back		-		-		-	-	-	
Loss on Sale of Asset Written Back		-		-		-	-	-	
Provision for Long Service Leave		-		6,000		6,000	-	-	
Written Down Value Written Back		-		-		-	-	-	
Sub Total - WRITTEN BACK ITEMS	-	-	-	6,000	-	6,000	-	-	
Total - DEPRECIATION	-	-	-	6,000	-	6,000	-	-	
GRAND TOTALS	1,099,035	(835,816)	1,630,000	(1,697,234)	1,709,240	(2,204,860)	288,283	(716,669)	
(Surplus) / Deficit - Brought Forward	1,466,429		1,321,050		1,466,429		145,379	-	
(Surplus) / Deficit - Carried Forward	1,729,649		1,253,816		976,809		-	(277,007)	
Sub Total - SURPLUS C/FWD	1,729,649	-	1,253,816	-	976,809	-	145,379	(277,007)	
Total - SURPLUS	1,729,649	-	1,253,816	-	976,809	-	145,379	(277,007)	