

A scenic photograph of a rocky river valley with a river flowing through large boulders. The background shows a forest of evergreen trees on a hillside under a cloudy sky. A semi-transparent graphic of the council's logo is overlaid on the left side of the image.

QUARTERLY BUDGET REVIEW

JULY - SEPTEMBER
2018

Snowy Valleys Council

Quarterly Budget Review Statement
for the period 01/07/18 to 30/09/18

Table of Contents

1. Responsible Accounting Officer's Statement
2. Income & Expenses Budget Review Statement's
3. Capital Budget Review Statement
4. Cash & Investments Budget Review Statement
5. Key Performance Indicator (KPI) Budget Review Statement
6. Contracts & Other Expenses Budget Review Statement

This statement forms part of Council's Quarterly Budget Review Statement (QBRS) for the quarter ended 30 September 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:

30 September 2018

It is my opinion that the Quarterly Budget Review Statement for Snowy Valleys Council for the quarter ended 30/09/18 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 30 September 2018 and should be read in conjunction with the total QBRS report

Snowy Valleys Council

Quarterly Budget Review Statement
 for the period 01/07/18 to 30/09/18

Income & Expenses Budget Review Statement

Budget review for the quarter ended 30 September 2018

Income & Expenses - Council Consolidated

(\$000's)	Original Budget 2018/19	Approved Changes		Revised Budget 2018/19	Variations for this Sep Qtr	Notes	Projected Year End Result	Actual YTD figures		
		Carry Forwards	Other than by QBRS							
Income										
Rates and Annual Charges	16,796			16,796			16,796	16,597	99%	
User Charges and Fees	12,284			12,284			12,284	1,751	14%	
Interest and Investment Revenues	821			821			821	137	17%	
Other Revenues	740			740			740	231	31%	
Grants & Contributions - Operating	8,457			8,457			8,457	1,824	22%	
Grants & Contributions - Capital	7,365			7,365	(1,000)	3	6,365	95	1%	
Total Income from Continuing Operations	46,463	-	-	46,463	(1,000)		45,463	20,635	45%	
Expenses										
Employee Costs	16,619			16,619	40	1,2,4	16,659	4,268	26%	
Materials & Contracts	10,475			10,475	(16)	2,5	10,459	3,795	36%	
Depreciation	11,336			11,336			11,336	2,834	25%	
Other Expenses	4,347			4,347	20	4,6,7	4,367	1,851	42%	
Interest & Investment Losses				-			-	-		
Net Loss from disposal of assets				-			-	-		
Total Expenses from Continuing Operations	42,777	-	-	42,777	44		42,821	12,748	30%	
Net Operating Result from Continuing Operations	3,686	-	-	3,686	(1,044)		2,642	7,887		
Discontinued Operations - Surplus/(Deficit)				-			-			
Net Operating Result from All Operations	3,686	-	-	3,686	(1,044)		2,642	7,887		
Net Operating Result before Capital Items	(3,679)	-	-	(3,679)	(44)		(3,723)	7,792		

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Snowy Valleys Council

Quarterly Budget Review Statement

for the period 01/07/18 to 30/09/18

Income & Expenses Budget Review Statement

Budget review for the quarter ended 30 September 2018

Income & Expenses - Council Consolidated

(\$000's)	Original Budget 2018/19	Revised Budget 2018/19	Variations for this Sep Qtr	Notes	Projected Year End Result	Actual YTD figures
Income						
<i>Towns and Villages</i>						
Fire Service Levy, Protection, Emergency	235	235			235	-
Community Programs	15	15			15	-
Children Services	1,756	1,756			1,756	555
Aged persons and Disabled	488	488			488	52
Town Planning	154	154			154	118
Public Libraries	74	74			74	4
Building Control	80	80			80	15
<i>Growth through Innovation</i>						
Economic Development	-	-			-	-
Events, Tourism and Marketing	150	150			150	60
Caravan Parks	200	200			200	28
Real Estate	450	450			450	232
<i>Our Natural Environment</i>						
Weed Control	-	-			-	-
Inspections	7	7			7	-
Domestic Waste	2,484	2,484			2,484	2,400
Water Supply	5,736	5,736	(1,000)	3	4,736	1,510
Waste Water Supply	4,531	4,531			4,531	4,125
Animal Control	58	58			58	17
<i>Communication and Engagement</i>						
Governance	-	-			-	-
Corporate Support	13,536	13,536			13,536	9,851
<i>Our Infrastructure</i>						
Asset and Design	1,272	1,272			1,272	51
RMS Road Safety Program	67	67			67	11
Public Conveniences	-	-			-	-
Cemeteries	185	185			185	33
Storm Water - Urban Drainage	27	27			27	27
Swimming Pools	108	108			108	2
Public Halls	4	4			4	2
Parks and Sporting Grounds	3,207	3,207			3,207	12
RMS Road Programs	5,578	5,578			5,578	831
Street Lighting	45	45			45	-
Aerodromes	10	10			10	3
Roads and Transport	4,479	4,479			4,479	560
Private Works	1,350	1,350			1,350	132
Gravel Pits	152	152			152	-
Saleyards	25	25			25	4
Total Income from Continuing Operations	46,463	46,463	(1,000)		45,463	20,635
Expenses						
<i>Towns and Villages</i>						
Fire Service Levy, Protection, Emergency	755	755			755	487
Community Programs	448	448			448	120
Children Services	1,751	1,751			1,751	358
Aged persons and Disabled	472	472			472	45
Town Planning	644	644			644	57
Public Libraries	835	835			835	390
Building Control	363	363			363	111
<i>Growth through Innovation</i>						
Economic Development	91	91	(35)	2	56	20
Events, Tourism and Marketing	1,014	1,014			1,014	76
Caravan Parks	129	129			129	10
Real Estate	800	800			800	246
<i>Our Natural Environment</i>						

This statement forms part of Council's Quarterly Budget Review Statement (QBR) for the quarter ended 30 September 2018 and should be read in conjunction with the total QBR report

Weed Control	149	149		149	24
Inspections	221	221		221	13
Domestic Waste	2,353	2,353		2,353	322
Water Supply	4,684	4,684		4,684	779
Waste Water Supply	4,427	4,427		4,427	832
Animal Control	117	117		117	32
<i>Communication and Engagement</i>					
Governance	392	392	10	4	402
Corporate Support	3,263	3,263	85	1,4,6,7	3,348
<i>Our Infrastructure</i>					
Asset and Design	2,044	2,044	(70)	2	1,974
RMS Road Safety Program	120	120			120
Public Conveniences	304	304			304
Cemeteries	175	175			175
Storm Water - Urban Drainage	420	420			420
Swimming Pools	969	969			969
Public Halls	152	152			152
Parks and Sporting Grounds	2,377	2,377	54	5	2,431
RMS Road Programs	5,278	5,278			5,278
Street Lighting	250	250			250
Aerodromes	50	50			50
Roads and Transport	6,306	6,306			6,306
Private Works	1,254	1,254			1,254
Gravel Pits	150	150			150
Saleyards	20	20			20
Total Expenses from Continuing Operations	42,777	-	42,777	44	42,821
Net Operating Result from Continuing Ope	3,686	-	3,686	(1,044)	2,642
Discontinued Operations - Surplus/(Deficit)		-			
Net Operating Result from All Operations	3,686	-	3,686	(1,044)	2,642

This statement forms part of Council's Quarterly Budget Review Statement (QBR) for the quarter ended 30 September 2018 and should be read in conjunction with the total QBR 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	Stronger Communities Infrastructure fund major projects to be reduced by \$120,000 per annum to fund a temporary Communications Officer for a period of two years.
2	Reduction of \$140,000 to fund free entry into swimming pools. Corporate Support and Economic Development has been reduced each by \$35,000 and Asset and Design salaries by \$70,000. The initial reduction in income was reduction of \$140,000 to fund free entry into swimming pools.
3	\$1,000,000 capital water grant was not successful. Capital reduced by the same.
4	\$10,000 allocated to Councillor Roadshows, funded from a reduce in Finance salaries.
5	\$54,000 allocated to fund sampling, testing and a study of the management options of the Blue Green Algae bloom at Mannus Lake.
6	Allocate \$10,000 for drug and alcohol testing funded from Risk Management Reserve.
7	Fund work improvement teams \$25,000 from People, Culture and Governance salaries.

This statement forms part of Council's Quarterly Budget Review Statement (QBRS) for the quarter ended 30 September 2018 and should be read in conjunction with the total QBRS report

Snowy Valleys Council

Quarterly Budget Review Statement
 for the period 01/07/18 to 30/09/18

Capital Budget Review Statement

Budget review for the quarter ended 30 September 2018

Capital Budget - Council Consolidated

(\$000's)	Original Budget 2018/19	Approved Changes Carry Forwards	Revised Budget 2018/19	Variations for this Sep Qtr	Notes	Projected Year End Result	Actual YTD figures
Capital Expenditure							
New Assets							
- Plant & Equipment	650		650	70	1	720	
- Land & Buildings	8,267	95	8,362	(120)	2	8,242	265
- Other	650	14	664			664	2
Renewal Assets (Replacement)							
- Plant & Equipment	1,371		1,371			1,371	
- Land & Buildings	1,186	359	1,545	693	4,5	2,238	275
- Roads, Bridges, Footpaths	5,527	1,014	6,541	(70)	1	6,471	701
- Water and Sewer	2,377		2,377	(1,000)	3	1,377	80
Loan Repayments (Principal)	647		647			647	
Total Capital Expenditure	20,675	1,482	22,157	(427)		21,730	1,323
Capital Funding							
Rates & Other Untied Funding	3,993		3,993			3,993	293
Capital Grants & Contributions	9,671		9,671	(692)	3,4	8,979	795
Reserves:							
- External Restrictions/Reserves	5,550		5,550			5,550	80
- Internal Restrictions/Reserves	1,461	1,482	2,943	385	5	3,328	155
New Loans			-			-	
Receipts from Sale of Assets							
- Plant & Equipment			-			-	
- Land & Buildings			-			-	
Total Capital Funding	20,675	1,482	22,157	(307)		21,850	1,323
Net Capital Funding - Surplus/(Deficit)	-	-	-	120		120	-

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Snowy Valleys Council

Capital Budget Review Statement
Recommended changes to revised budget

Budget Variations being recommended include the following material items:

Notes	Details
1	\$70,000 was carried forward for Brungle Creek Road Project but this was completed under the maintenance program. Request to this move \$70,000 carried over to fund a GPS Unit for major road reconstructions
2	Stronger Communities Infrastrure fund major projects to be reduced by \$120,000 to fund a temporary Communications Officer for a period of two years.
3	\$1,000,000 water grant for capital expenditure was not successful. Decrease to water renewals capital budget to reflect this.
4	\$308,000 for Tumbarumba Showground/Sportsground project innitially scheduled for 2019/20 has been moved forward to this financial year.
5	\$385,000 has been allocated to the Khancoban Rose Garden from multiple carried over and capital projects funded from reserve.

This statement forms part of Council's Quarterly Budget Review Statement (QBRS) for the quarter ended 30 September 2018 and should be read in conjunction with the total QBRS report

Snowy Valleys Council

Quarterly Budget Review Statement

for the period 01/07/18 to 30/09/18

Cash & Investments Budget Review Statement

Budget review for the quarter ended 30 September 2018

Cash & Investments - Council Consolidated

(\$000's)	Original Budget 2018/19	Approved Changes Carry Forwards	Revised Budget 2018/19	Variations for this Sep Qtr	Notes	Projected Year End Result	Actual YTD figures
Externally Restricted ⁽¹⁾							
Water Fund	3,859		3,859			3,859	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			14,264	14,264
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	-		28,156	28,156
<small>(1) Funds that must be spent for a specific purpose</small>							
Internally Restricted ⁽²⁾							
Aboriginal Br. Reserve	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)	4,653	(439)	1,2	4,214	4,214
Caravan Park	77		77			77	77
Carpark Improvements	112		112			112	112
Dividend Reserve	538		538			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		124	(10)	3	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		2,550			2,550	2,550
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)	16,172	(449)		15,723	15,723
<small>(2) Funds that Council has earmarked for a specific purpose</small>							
Unrestricted	2,127	1,482	3,609	449		4,058	4,752
Total Cash & Investments	47,937		47,937			47,937	48,631

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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 \$48,631,328

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:

\$ 000's

Cash at Bank (as per bank statements)	11,426
Investments on Hand	37,205
Reconciled Cash at Bank & Investments	48,631
Balance as per Review Statement:	48,631
Difference:	-

Recommended changes to revised budget

Budget Variations being recommended include the following material items:

Notes Details

1	Fund \$385,000 Khancoban Rose Garden from reserves
2	\$54,000 allocated to fund sampling, testing and a study of the management options of the Blue Green Algae bloom at Mannus Lake.
3	\$10,000 allocated to fund drug and alcohol testing from Risk Management Reserve.

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Snowy Valleys Council

Quarterly Budget Review Statement
for the period 01/07/18 to 30/09/18

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

Budget review for the quarter ended 30 September 2018

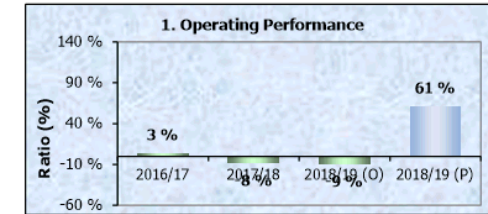
(\$000's)	Current Projection		Actuals	
	Amounts	Indicator	Prior Periods	
	18/19	18/19	17/18	16/17

NSW Local Government Industry Key Performance Indicators (OLG):

1. Operating Performance

Operating Revenue (excl. Capital) - Operating Expenses	7,792	61 %	-8 %	3 %
Operating Revenue (excl. Capital Grants & Contributions)	12,748			

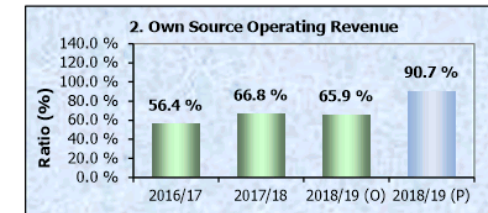
This ratio measures Council's achievement of containing operating expenditure within operating revenue.



2. Own Source Operating Revenue

Operating Revenue (excl. ALL Grants & Contributions)	18,716	90.7 %	66.8 %	56.4 %
Total Operating Revenue (incl. Capital Grants & Cont)	20,635			

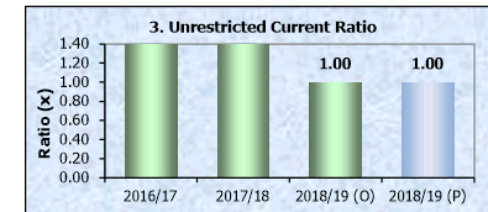
This ratio measures fiscal flexibility. It is the degree of reliance on external funding sources such as operating grants & contributions.



3. Unrestricted Current Ratio

Current Assets less all External Restrictions	1	1.00	5.77	5.95
Current Liabilities less Specific Purpose Liabilities	1			

To assess the adequacy of working capital and its ability to satisfy obligations in the short term for the unrestricted activities of Council.



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Snowy Valleys Council

Quarterly Budget Review Statement
for the period 01/07/18 to 30/09/18

Contracts Budget Review Statement

Budget review for the quarter ended 30 September 2018

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

Contractor	Contract detail & purpose	Contract Value	Start Date	Budgeted (Y/N)	Notes
Arcscape Landscape Services	Khancoban Rose Garden Redevelopment	282,344	01/07/18	Y	
World Trail Pty Ltd	Design and construct a bike pump track	197,910	01/07/18	Y	

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Snowy Valleys Council

Consultancy & Legal Expenses Budget Review Statement

Consultancy & Legal Expenses Overview

Expense	YTD Expenditure (Actual Dollars)
Consultancies	772,200
Legal Fees	20,343

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.

Comments

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

Details

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