



Monthly Financial Activity Report

For the period ending

28 February 2010

SHIRE OF BROOME

Monthly Financial Activity Report

For the period ending

28 February 2010

TABLE OF CONTENTS

SUBJECT	PAGE
Operating Statement	1
Non Operating Statement	2
Balanced Budget Comparisons	3
Cash Summary	4
Notes to this Reports Report	6
Forecasts Summary	18
Graphs	19

DISCLAIMER

This is a special purpose report prepared for the use of staff and Councilors, although results are un-audited until 30th June.

SHIRE OF BROOME

STATEMENT OF FINANCIAL ACTIVITY - OPERATING

For the period ending

28 February 2010

	Actual to YTD Budget Variance	Actual YTD	Budget YTD	Actual % of Forecast Budget	Forecast Budget	Annual Budget
OPERATING REVENUE & EXPENSES	%	\$	\$	%	\$	\$
Revenue						
Governance	144%	114,645	45,792	240%	47,700	5,200
General Purpose Funding						
Rates	1%	13,018,456	12,948,000	101%	12,948,000	12,948,000
Other General Purpose Funding	9%	1,409,052	1,240,226	75%	1,879,130	1,879,130
Law Order & Public Safety	15%	55,071	75,148	42%	132,614	132,614
Health	39%	136,044	82,657	99%	137,000	125,000
Education & Welfare	13%	81,250	103,833	46%	175,000	170,000
Housing	12%	420,622	510,726	55%	769,938	748,838
Community Amenities	7%	2,777,834	3,018,036	82%	3,403,800	3,403,800
Recreation And Culture	5%	599,726	556,929	72%	835,394	790,394
Transport	5%	564,679	527,336	79%	719,094	719,094
Economic Services	7%	541,172	491,533	73%	737,300	737,300
Other Property And Services	16%	1,489,122	1,205,718	83%	1,790,670	1,795,670
Total Revenue	2%	21,207,672	20,805,933	90%	23,575,640	23,455,040
Expenses						
Governance	1%	957,689	973,954	58%	1,641,495	1,616,395
General Purpose Funding	9%	41,802	50,227	45%	91,878	91,878
Law Order & Public Safety	3%	782,117	822,578	63%	1,233,867	1,233,867
Health	6%	377,493	348,349	72%	522,524	497,024
Education & Welfare	2%	560,338	540,415	69%	810,622	796,622
Housing	11%	432,174	514,865	56%	772,298	751,198
Community Amenities	7%	3,186,858	3,589,589	59%	5,384,384	5,362,884
Recreation And Culture	3%	3,919,567	4,108,279	64%	6,162,418	6,172,418
Transport	23%	3,461,758	2,630,543	96%	3,603,483	3,603,483
Economic Services	1%	690,955	682,532	67%	1,023,798	1,023,798
Other Property And Services	13%	907,081	1,053,258	81%	1,120,487	1,130,487
Total Expenses	0%	15,317,833	15,314,588	68%	22,367,254	22,280,054
NET OPERATING SURPLUS/(DEFICIT)		5,889,840	5,491,345		1,208,386	1,174,986

NB: % of year elapsed 67%

SHIRE OF BROOME

STATEMENT OF FINANCIAL ACTIVITY - NON OPERATING

For the period ending 28 February 2010

	Actual to YTD Budget Variance	Actual YTD	Budget YTD	Actual % of Forecast Budget	Forecast Budget	Annual Budget
	%	\$	\$	%	\$	\$
ASSET PROCUREMENT						
Grants and Contributions for Assets						
Governance		-	-	0%	-	-
General Purpose Funding				0%		
Rates		-	-	0%	-	-
Other General Purpose Funding		-	-	0%	-	-
Law Order & Public Safety	45%	-	2,903	0%	6,500	6,500
Health		-	-	0%	-	-
Education & Welfare	-	-	-	0%	-	-
Housing	-	-	-	0%	-	-
Community Amenities	-	21,500	-	0%	-	-
Recreation And Culture	42%	139,632	2,657,443	2%	5,949,500	5,832,000
Transport	17%	665,664	965,413	37%	1,787,802	1,762,302
Economic Services	-	-	-	0%	-	-
Other Property And Services	-	-	-	0%	-	-
Total Grants and Contributions for Assets	36%	826,796	3,625,760	11%	7,743,802	7,600,802
Investments in Assets						
Land and Buildings - New	37%	158,491	1,015,625	7%	2,325,859	2,355,859
Land and Buildings - Upgrade*	43%	101,479	2,806,407	2%	6,283,000	6,303,000
Land and Buildings - Renewal	49%	8,543	362,400	1%	720,000	720,000
Infrastructure Assets - New	16%	1,013,163	1,479,498	35%	2,863,544	2,718,244
Infrastructure Assets - Upgrade	7%	1,185,824	1,052,898	60%	1,986,600	1,984,600
Infrastructure Assets - Renewal*	10%	635,396	741,007	59%	1,084,400	1,052,500
Mobile Plant and Equipment - New	43%	-	232,107	0%	544,000	584,000
Mobile Plant and Equipment - Upgrade	43%	-	88,747	0%	208,000	165,000
Mobile Plant and Equipment - Renewal	29%	135,288	435,627	13%	1,021,000	724,000
Fixed Plant and Equipment - New	18%	35,328	59,367	27%	130,000	100,000
Fixed Plant and Equipment - Upgrade	44%	-	22,707	0%	52,000	65,000
Fixed Plant and Equipment - Renewal	21%	36,175	70,400	22%	165,000	149,000
Furniture and Equipment - New	14%	171,780	142,100	82%	210,000	210,000
Total Investments in Assets	29%	3,481,465	8,508,887	20%	17,593,403	17,131,203
Proceeds From Sale of Assets						
Less Proceeds on the sale of Assets	38%	(17,443)	(148,053)	5%	(347,000)	(297,000)
Proceeds From Sale of Assets	38%	(17,443)	(148,053)	5%	(347,000)	(297,000)
NET ASSET PROCUREMENT REVENUE/(EXPENSE)		(2,637,227)	(4,735,074)		(9,502,601)	(9,233,401)

* Note, this month budget lines for the Arts Centre and BRAC Aquatic Pool were transferred to correct asset accounting categories

SHIRE OF BROOME

STATEMENT OF FINANCIAL ACTIVITY - NON OPERATING

For the period ending 28 February 2010

	Actual to YTD Budget Variance	Actual YTD	Budget YTD	Actual % of Forecast Budget	Forecast Budget	Annual Budget
	%	\$	\$	%	\$	\$
FINANCING ACTIVITIES						
Self Supporting Loans						
Payment Received for S/S Loans	8%	21,937	19,515	70%	31,141	31,141
Proceeds from New Self Supporting Loans	-	-	-	0%	-	-
Repayment of Self Supporting Loans	8%	21,937	19,515	70%	31,141	31,141
Self Supporting Loan Funds Forwarded	-	-	-	0%	-	-
Net Self Supporting Loan Revenue/(Expenses)	-	-	-		-	-
Council Loans						
Proceeds from New Council Loans	40%	65,000	974,507	3%	2,284,000	2,284,000
Unspent loan funds from/(to) loan bank	-	-	-	0%	-	-
Repayment of Council Loans	16%	462,869	593,159	57%	812,547	812,547
Net Council Loan Revenue/(Expenses)	53%	(397,869)	381,347		1,471,453	1,471,453
Reserve Transfers						
Transfers from Reserves (Restricted Assets)	44%	-	2,293,736	0%	5,252,830	4,953,130
Transfers to Reserves (Restricted Assets)	40%	159,045	2,022,233	3%	4,631,068	4,631,068
Net Reserve Transfer Revenue/(Expenses)	69%	(159,045)	271,503		621,762	322,062
Restricted Cash Transfers						
Transfers from Restricted Cash	44%	-	880,040	0%	2,015,359	2,048,859
Transfers to Restricted Cash	-	-	-	0%	-	-
Net Restricted Cash Transfer Rev/(Exp)	44%	-	880,040		2,015,359	2,048,859
NET FINANCE REVENUE/(EXPENSE)		(556,914)	1,532,890		4,108,574	3,842,374
NET NON OPERATING REVENUE/(EXPENSE)		(3,194,141)	(3,202,184)		(5,394,027)	(5,391,027)

SHIRE OF BROOME
STATEMENT OF FINANCIAL ACTIVITY - CASH SUMMARY

For the period ending 28 February 2010

	Actual YTD	Budget YTD	Forecast Budget	Annual Budget
	\$	\$	\$	\$
NET OPERATING SURPLUS/(DEFICIT)	5,889,840	5,491,345	1,208,386	1,174,986
NET NON OPERATING REVENUE/(EXPENSE)	(3,194,141)	(3,202,184)	(5,394,027)	(5,391,027)
NET OVERALL REVENUE/(EXPENSE)	2,695,699	2,289,161	(4,185,641)	(4,216,041)

Adjustments to Determine the Cash Position

- Depreciation	3,071,543	3,437,202	3,437,202	3,437,202
- Net Accrued (Income)/Expenditure	11,806	24,834	24,834	24,834
- Current Position/Rounding Adjustments	6,859			
- (Profit)/Loss on sale of assets	5,367	(23,893)	(56,000)	(56,000)
- Surplus/(Deficit) brought forward	896,272	896,272	896,272	810,005
- Wages Over/(Under) allocated	-		-	-
- Overheads Over/(Under) allocated	-		0	0
- Plant Costs Over/(Under) allocated	-		-	-
- Activity Based Costing Over/(Under) Alloc	-		-	-
- Alloc Expenses Over/(Under) Alloc	-		-	-
- Additional Restricted Cash Now budgeted to be spent/(retained)	-		-	-
CASH SURPLUS/(DEFICIT)	6,687,546	6,623,576	116,668	0

Materiality Notes:

1. The Forecast Budget represents 0.62 % Surplus of the budgeted operating expenses excluding depreciation.
Should the Forecast Budget predict a Deficit more than 2% (\$376,857) of the budgeted operating expenses excluding depreciation an action plan to remedy the situation will be prepared in accordance with Finance Policy 2.1.1.
2. The "Actual to YTD Budget Variance %" is calculated by dividing the difference between the Actual YTD and Budget YTD by the Forecast budget.
Should the "Actual to YTD Budget Variance %" be more than 10% then commentary on the variance will be prepared in accordance with Finance Policy 2.1.1.

SHIRE OF BROOME

STATEMENT OF NET CURRENT ASSETS

28 February 2010

	Actual \$ To Date	Change In \$ February	Actual \$ 31 Jan 2010	Actual At 30 Jun 2009
CURRENT ASSETS				
Cash Assets				
Cash on hand	3,800	-	3,800	3,700
Cash at Bank - Unrestricted	5,875,292	(258,634)	6,133,927	2,732,792
Cash Reserves - Restricted	8,942,064	30,252	8,911,813	8,783,020
Cash - Other Restricted	2,390,342	-	2,390,342	2,390,342
Total Cash Assets	17,211,499	(228,382)	17,439,881	13,909,854
Receivables				
Sundry Debtors	887,745	394,421	493,324	634,923
Rates and Rubbish Debtors	1,147,887	(214,952)	1,362,839	118,122
Total Receivables	2,035,632	179,469	1,856,163	753,045
Other Assets				
Sundry Provisions and Accruals	112,361	7,900	104,461	110,405
Inventories	9,938	(3,716)	13,655	31,949
Self Supporting Loan Principle Receivable	9,203	(6,585)	15,788	31,140
Total Other Assets	131,503	(2,401)	133,904	173,494
Adjustments for Excluded Assets				
Reserves & Other Restricted Cash	(11,332,406)	(30,252)	(11,302,154)	(11,173,362)
Self Supporting Loans Principal Receivable	(9,203)	6,585	(15,788)	(31,140)
Total Excluded Assets	(11,341,609)	(23,667)	(11,317,942)	(11,204,502)
TOTAL CURRENT ASSETS	8,037,024	(74,982)	8,112,006	3,631,891
CURRENT LIABILITIES				
Cash Liabilities				
Overdraft (Excluding Restricted Cash)	-	-	-	-
Loan Principal Payable	358,187	(44,888)	403,075	842,994
Total Cash Liabilities	358,187	(44,888)	403,075	842,994
Trade and Other Payables				
Sundry Creditors	199,054	46,884	152,171	1,599,638
Other Payables	581,814	34,013	547,800	563,047
Total Creditor and Payables	780,868	80,897	699,971	2,162,685
Employee Provisions and Accruals				
Leave Provisions	1,369,073	-	1,369,073	1,369,073
Accruals	251,160	244,319	6,841	236,779
Total Provisions	1,620,232	244,319	1,375,913	1,605,851
Excluded Liabilities				
Loan Principal Payable	(358,187)	44,888	(403,075)	(842,994)
Employee Liabilities Cash Backed in Reserves	(1,051,622)	(3,558)	(1,048,064)	(1,032,918)
Total Excluded Liabilities	(1,409,809)	(3,558)	(1,451,139)	(1,875,911)
TOTAL CURRENT LIABILITIES	1,349,478	321,658	1,027,820	2,735,618
NET CURRENT ASSETS/(LIABILITIES)	6,687,546	(396,640)	7,084,186	896,272

SHIRE OF BROOME

Monthly Statement of Financial Activity For The Period Ending 28 February 2010

NOTES TO THIS MONTH'S REPORT

OVERVIEW

Budget forecast changes were made this month including; reductions in new vehicle expenditure and proceeds from sale of plant, changes to staff housing leases, and funding for expenditure for Chinatown street furniture.

With typical operating expenditure and income the Current Position has decreased by \$397K from \$7,084K to reflect a \$6,687K surplus net current position at 28 February 2010.

The major expenditure items this month include payments of \$182K to Kimberley Waste Services for rubbish pickup services, \$85K to WA Local Government Occupational Superannuation for superannuation contributions and \$59K to Broome Toyota for a new Toyota Prado.

The major revenue items this month include receipt of two payments of from the Grants Commission, \$470K for the third quarter general purpose grant and \$137K for the third quarter untied roads grant, and \$47K from Main Roads for improvements to Bidyadanga Road.

The net monthly forecast changes up to the period ending 28 February; have resulted in an increase of \$4K in the estimated 2009-2010 closing position of a \$116.7K surplus.

GOVERNANCE

Services in Governance include Councillor payments, Councillor support services and general civic and community services.

Actual operating revenue is greater than the budget year to date figure as result of additional reimbursement revenue received for the December Zone meeting. A budget forecast will be required.

OPERATING ACTIVITIES

There were no changes to operating budget forecasts required this month.

NON-OPERATING ACTIVITIES

The following non-operating budget forecast change was required:

Other Governance

- \$36K decrease in budgeted capital revenue for proceeds on sale of assets, being transfer of old plant P7408 – CEO Vehicle instead of disposal to Director of Corporate Services (DCS) as vehicle for DCS P2808 was transferred to Manager of Community Development in lieu of purchasing a new vehicle. This is offset by a corresponding reduction in capital expenditure.

Budget forecast changes previously reported to Council:

Other Governance

- *\$17.8K increase in budgeted operating expenditure for the Community Oil and Gas forum being the appointment of a coordinator of the forum. (OCM 02/09/09)*
- *\$8.2K increase in operating revenue for donations and reimbursements with no GST being the receipt of a reimbursement regarding a legal recovery of costs. (OCM 16/12/09)*
- *\$34.3K increase in operating revenue for reimbursements with GST being reimbursements received to date including \$4.3K received regarding Kimberley Zone Strategic Plan meetings, \$7.3K received regarding the LGMA Northern Branch Conference, and \$22.7K received from the Shire of Derby West Kimberley being a contribution towards the Kimberley Zone Executive Officer. Applications have closed for the position and future developments will determine if there are further expenditure and revenue relating to this activity. Further expenditure is expected this year in regards to the Kimberley Zone Strategic Plan meeting. (OCM 16/12/09)*
- *\$7.3K increase in operating expenditure for conferences, travel and accommodation being corresponding expenditure for the LGMA Northern Branch Conference for which reimbursements have been received. (OCM 16/12/09)*

The total budget forecast changes to date including those previously reported to council produce a net forecast indicating that the Governance programme is expected to cost \$18.6K more than originally budgeted, before offsetting budget forecasts elsewhere.

GENERAL PURPOSE INCOME

Services in General Purpose Income include collection of rates, property related income and expenses and grants and grant related expenses.

OPERATING ACTIVITIES

There were no changes to operating budget forecasts required this month.

LAW ORDER AND PUBLIC SAFETY

Services provided in Law Order and Public Safety include; emergency management, ranger operations, fire prevention, animal control, law enforcement, beach lifeguard, Volunteer Bush Brigade and the Volunteer State Emergency Service support.

Actual operating revenue is lower than the budget year to date figure as result of a number of revenue items not yet received such as operating grants and Animal Control penalties and fees.

Grants and Contributions for assets revenue is lower than expected for year to date as an ESL capital grant is yet to be received.

OPERATING ACTIVITIES

There were no changes to operating budget forecasts required this month.

NON-OPERATING ACTIVITIES

There were no changes to non-operating budget forecasts required this month.

HEALTH

Services provided in Health include infant health services, health inspections, pest control and control and indigenous community health.

Actual operating revenue is more than the budget year to date figure as result of invoices raised for trading, eating and lodging places, and receipt of reimbursements for the Regional Waste Management Plan.

OPERATING ACTIVITIES

There were no changes to operating budget forecasts required this month.

NON-OPERATING ACTIVITIES

There were no changes to non-operating budget forecasts required this month.

Budget forecast changes previously reported to Council:

- *\$7.5 K increase in non-operating revenue for the transfer of funds from restricted cash being the remaining unspent grant to complete the Regional Waste Management Plan as per resolution to item 9.3.16 Ordinary Council Meeting 29/10/2009. (OCM 26/11/09).*
- *\$25.5K increase in operating expenditure for funding to complete the Regional Waste Management Plan as per resolution to item 9.3.16 Ordinary Council Meeting 29/10/2009. (OCM 26/11/09).*
- *\$12K increase in operating revenue for contributions received from other Shires to complete the Regional Waste Management Plan as per resolution to item 9.3.16 Ordinary Council Meeting 29/10/2009. (OCM 26/11/09).*

The total budget forecast changes to date including those previously reported to council produce a net forecast indicating that the Health programme is expected to cost \$6K more than originally budgeted, unless a \$6K funding application to the Minister for Environment for the development of the Regional Waste Management Plan is successful.

EDUCATION AND WELFARE

Services provided in Education and Welfare includes provision of child and aged care facilities, community services and the HYPE program.

Actual operating revenue is less than the budget year to date figure as result of venue hire revenue not received year to date, as well as, outstanding grant funding for the HYPE program. Budget forecasts will be required.

OPERATING ACTIVITIES

There were no changes to operating budget forecasts required this month.

NON-OPERATING ACTIVITIES

The following non-operating budget forecast change was required:

Community Services

- \$40K decrease in budgeted capital expenditure for new vehicle and mobile plant, being transfer of old plant P7408 – CEO Vehicle instead of disposal to Director of Corporate Services (DCS) as vehicle for DCS P2808 was transferred to Manager of Community Development in lieu of purchasing a new vehicle. This is offset by a corresponding reduction in capital revenue.

Budget forecast changes previously reported to Council:

Community Services

- \$9K for final payment of the Town Beach Cultural Plan consultant expenses, this was originally budgeted for completion in 08/09. (OCM 29/10/09)
- \$6K increase in operating expenditure for consultant expenditure being project and administration assistance provided from a former employee. (OCM 16/12/09)
- \$6K decrease in operating expenditure for salaries and related expenditure being project and administration assistance provided from a former employee. (OCM 16/12/09)

Helping Young People Engage (HYPE)

- \$5K for HYPE advertising expenses as carried by OCM 1/10/09 Item 9.2.1. (OCM 29/10/09)
- \$5K grant to pay for HYPE advertising expenses as carried by OCM 1/10/09 Item 9.2.1. (OCM 29/10/09)

The total budget forecast changes to date including those previously reported to council produce a net forecast indicating that the Education and Welfare programme is expected to cost \$31K less than originally budgeted, before offsetting budget forecasts elsewhere.

HOUSING

The service provided in Housing is the provision of Staff Housing.

Actual operating revenue and expenditure is less than the budget year to date figure as result of a number of leases which have changed. Budget forecasts will be required.

OPERATING ACTIVITIES

The following non-operating budget forecast change was required:

Staff Housing

- \$9.7K increase in budgeted operating expenditure for rent expense – 16 Biddles Place, being new staff housing lease.
- \$9.7K increase in budgeted operating revenue for rent income – 16 Biddles Place, being new staff housing lease.
- \$11.4K increase in budgeted operating expenditure for rent expense – 11 Mulgrue Court, being new staff housing lease.
- \$11.4K increase in budgeted operating revenue for rent income – 11 Mulgrue Court, being new staff housing lease.

The total budget forecast changes to date including those previously reported to council produce a net forecast indicating that the Housing programme is expected to cost as was originally budgeted.

COMMUNITY AMENITIES

Services provided in Community Amenities include rubbish collection and recycling, refuse site operations, litter control, sewerage, storm water drainage, town planning, regional development, protection of the environment, cemeteries and public toilets.

OPERATING ACTIVITIES

There were no changes to operating budget forecasts required this month.

NON-OPERATING ACTIVITIES

There were no changes to non-operating budget forecasts required this month.

Budget forecast changes previously reported to Council:

Other Community Amenities

- *\$30K expenditure for the Installation of a CCTV system at Broome Cemetery as carried by absolute majority at the OCM on 2/9/09 Item 12.1. (OCM 29/10/09)*
- *\$30K less expenditure on the Royalties For Regions funded Public Shade Structure as funding has been reallocated to Haynes Oval Basketball and Netball fencing as carried at the OCM on 2/9/09 Item 9.3.2. (OCM 29/10/09)*
- *\$30K less restricted cash income from the Royalties For Regions funding for the Public Shade Structure as this has been reallocated to Haynes Oval Basketball and Netball fencing as carried at the OCM on 2/9/09 Item 9.3.2. (OCM 29/10/09)*
- *\$4K decrease in operating expenditure for Cable Beach Toilet Building Maintenance being changes required to original budgets for security as a result of realigning budget to actual deployment. (OCM 16/12/09)*
- *\$4K decrease in operating expenditure for Town Beach Toilet Building Maintenance being changes required to original budgets for security as a result of realigning budget to actual deployment (OCM 16/12/09).*
- *\$4K decrease in operating expenditure for Male Oval/Chinatown Toilet Building Maintenance being changes required to original budgets for security as a result of realigning budget to actual deployment (OCM 16/12/09).*
- *\$7.5K increase in operating expenditure for Haynes Oval Toilet Building expenditure being changes required to original budgets for security as a result of realigning budget to actual deployment (OCM 16/12/09).*
- *\$6K increase in operating expenditure for All Cemetery Security expenditure being changes required to original budgets for security as a result of realigning budget to actual deployment (OCM 16/12/09).*
- *\$20K increase in operating expenditure for the expanded Broome Cemetery Radar Survey as per resolution to item 9.4.6 in the Ordinary Council Meeting held 29/10/2009. (OCM 21/01/10)*
- *\$20K increase in non-operating revenue for funds transferred from the Public Open Space Reserve to fund the expanded Broome Cemetery Radar Survey as per*

resolution to item 9.4.6 in the Ordinary Council Meeting held 29/10/2009. (OCM 21/01/10)

The total budget forecast changes to date including those previously reported to council produce a net forecast indicating that the Community Amenities programme is expected to cost \$31.5K more than originally budgeted.

RECREATION AND CULTURE

Services provided in Recreation and Culture include the provision public halls, library services, arts and cultural facilities and support services, coordination of recreation facilities, parks and gardens, Broome Recreation and Aquatic Centre and other recreation facilities.

Grants and Contributions for assets income is lower than expected for year to date as the Arts Centre construction grant is yet to be received.

OPERATING ACTIVITIES

There were no changes to operating budget forecasts required this month.

NON-OPERATING ACTIVITIES

There were no changes to non-operating budget forecasts required this month.

Budget forecast changes previously reported to Council:

Public Halls & Civic Centres

- *\$16K increase in budgeted non-operating expenditure for the upgrade of the fire protection pump system at Lotteries House. (OCM 02/09/09)*
- *\$20K decrease in budgeted non-operating expenditure for internal painting works at Lotteries House as the tenant already carried out the works at their cost. (OCM 02/09/09)*
- *\$4K decrease in budgeted non-operating revenue for funds transferred from the Building Reserve Fund being the difference between the additional \$16K for the Lotteries House fire pump system and reduction of \$20K for Lotteries House internal paint works not required. (OCM 02/09/09)*
- *\$5K decrease in operating expenditure for Civic Centre Building maintenance being changes required to original budgets for security as a result of realigning budget to actual deployment. (OCM 16/12/09)*

Parks and Ovals

- *\$28K decrease in budgeted non-operating expenditure for the Reconciliation Park being adjustment for grant funds from the Regional and Local Community Infrastructure Program (RLCIP) already spent in the 2008/2009 financial year. (OCM 02/09/09)*
- *\$28K decrease in budgeted non-operating revenue for funds transferred from restricted cash being RLCIP grant funds already spent in the 2008/2009 financial year. (OCM 02/09/09)*

- *\$30K non operating expenditure for the Haynes Oval basketball/netball fencing upgrade instead of on the Public Shade Structure as carried at the OCM on 2/9/09 Item 9.3.2. (OCM 29/10/09)*
- *\$30K reallocated non operating Royalties For Regions grant income for the Haynes Oval basketball/netball fencing upgrade originally allocated to the Public Shade Structure project as carried at the OCM on 2/9/09 Item 9.3.2. (OCM 29/10/09)*
- *\$83K decrease in non-operating expenditure for Town Beach Water Playground Contract Works to realign funding to reflect project activities and expenditure. (OCM 26/11/09).*
- *\$83K increase in non-operating expenditure for Town Beach Water Playground Associated Works by Parks and Gardens to realign funding to reflect project activities and expenditure. (OCM 26/11/09).*
- *\$3K increase in capital expenditure for Haynes Oval New Infrastructure Construction, being realignment of RLCIP funding from the BRAC Pool Fence construction to reflect actual costs as per request to the Department of Infrastructure to vary the funding agreement. (OCM 18/02/10)*

Other Recreation & Sport

- *\$15K non operating expenditure for the completion of onshore boat ramp upgrade works commenced in 08/09. (OCM 29/10/09)*
- *\$107K non operating expenditure for the design of a dual finger Jetty at Entrance Point as carried by absolute majority at the OCM 4/8/09 Item 9.5.1. (OCM 29/10/09)*
- *\$47.5K additional non operating grant income for onshore boat ramp upgrade works commenced and substantially completed in 08/09. (OCM 29/10/09)*
- *\$70K additional non operating grant income for the design of a dual finger Jetty at Entrance Point as carried by absolute majority at the OCM on 2/9/09 Item 9.5.1. (OCM 29/10/09)*
- *\$45K increase in operating revenue for Cable Beach Amphitheatre and other venue hire revenue being a correction to budget as original budget was incorrectly inputted as a \$25K expense budget, the correction creating an amended \$20K revenue budget. (OCM 21/01/10)*

BRAC General

- *\$5K decrease in operating expenditure for BRAC Building maintenance being changes required to original budgets for security as a result of realigning budget to actual deployment. (OCM 16/12/09)*

BRAC Aquatic

- *\$3K decrease in capital expenditure for BRAC Infrastructure renewal, being realignment of RLCIP funding to the Haynes Oval Infrastructure construction to reflect actual costs as per request to the Department of Infrastructure to vary the funding agreement. (OCM 18/02/10)*

The total budget forecast changes to date including those previously reported to council produce a net forecast indicating that Recreation & Culture program is expected to cost \$50.5K less than was originally budgeted for.

TRANSPORT

Services provided in Transport include the construction and maintenance of storm water drainage, bus shelters, roads, footpaths, car parks and street lighting and the management of parking.

Actual operating expenditure is more than the budget year to date figure as result of a number of expenditure items including increased road asset depreciation in line with asset revaluations carried out last financial year, and storm damage clean up costs. Budget forecasts will be required.

Grants and Contributions for assets income is lower than expected for year to date as a number of grants are yet to be received.

OPERATING ACTIVITIES

There were no changes to operating budget forecasts required this month.

NON-OPERATING ACTIVITIES

The following changes to non-operating budget forecasts were required:

Road Construction

- \$20.3K increase in budgeted capital expenditure for Chinatown street furniture, as per item 9.5.1 in the Ordinary Council Meeting held 26/11/2009.
- \$20.3K increase in budgeted capital revenue for funds transferred from the Road Reserve, as per item 9.5.1 in the Ordinary Council Meeting held 26/11/2009.

Budget forecast changes previously reported to Council:

Street Lighting Construction

- *\$13K decrease in budgeted non-operating expenditure for the Frederick Street/Boulevard roundabout/Lyons Street pedestrian crossing being adjustment for grant funds from the Regional and Local Community Infrastructure Program (RLCIP) already spent in the 2008/2009 financial year. (OCM 02/09/09)*
- *\$13K decrease in budgeted non-operating revenue for funds transferred from restricted cash being RLCIP grant funds already spent in the 2008/2009 financial year. (OCM 02/09/09)*

Road Construction

- *\$95.5K additional non operating expenditure on Cape Leveque Road sheet, reform and drainage renewal construction as carried by absolute majority at the OCM 1/10/09 Item 9.5.2. (OCM 29/10/09)*
- *\$70K less non operating expenditure on Bidyadanga Rd re-forms and gravel renewal construction as carried by absolute majority at the OCM 1/10/09 Item 9.5.2. (OCM 29/10/09)*
- *\$25.5K additional non operating income for aboriginal roads as carried by absolute majority at the OCM 1/10/09 Item 9.5.2. (OCM 29/10/09)*

Footpath Construction

- *\$9.4K increase in non-operating expenditure for footpath renewal for 10 Murray Road/Pinctada Resort being 50% contribution of the cost as per resolution in item 9.5.3 in the Ordinary Council Meeting held 16/04/2009. (OCM 21/01/10)*

- *\$9.4K increase in non-operating revenue for funds transferred from the Footpath Reserve for 10 Murray Road/Pinctada Resort being 50% contribution of the cost as per resolution in item 9.5.3 in the Ordinary Council Meeting held 16/04/2009. (OCM 21/01/10)*

The total budget forecast changes to date including those previously reported to council produce a net forecast indicating that Transport is expected to cost as was originally budgeted for.

ECONOMIC SERVICES

Services provided in Economic Services include tourism and building control.

OPERATING ACTIVITIES

There were no changes to operating budget forecasts required this month.

NON-OPERATING ACTIVITIES

There were no changes to non-operating budget forecasts required this month.

OTHER PROPERTY AND SERVICES

Council activities in Other Services include private works, engineering services overheads, plant overheads, corporate governance, information technology management and leased property management.

Actual operating revenue is more than the budget year to date figure as result of the receipt of more revenue than anticipated including the Royalties for Regions – Kimberley Regional Grants Scheme, private works income, LGIS insurance bonus, and KRO rent. Budget forecasts will be required.

Actual operating expenditure is less than the budget year to date figure as result of various expenditure budgets not being spent year to date.

OPERATING ACTIVITIES

There were no changes to operating budget forecasts required this month.

NON-OPERATING ACTIVITIES

There were no changes to non-operating budget forecasts required this month.

Budget forecast changes previously reported to Council:

Engineering Office

- *\$254K additional non operating income from Plant Reserve for purchase of mobile plant items that remained unpurchased from 08/09 as carried by absolute majority at the OCM 2/9/09 Item 9.5.1. (OCM 02/09/09)*

Parks & Gardens Operations

- \$26K additional non operating income from the sale of renewed and upgraded mobile plant from Parks and Gardens that remained unsold from 08/09 as carried by absolute majority at the OCM 2/9/09 Item 9.5.1. (OCM 02/09/09)
- \$37K additional non operating expenditure on mobile plant renewal for Parks and Gardens that remained unpurchased from 08/09 as carried by absolute majority at the OCM 2/9/09 Item 9.5.1. (OCM 02/09/09)
- \$43K additional non operating expenditure on mobile plant upgrade for Parks and Gardens that remained unpurchased from 08/09 as carried by absolute majority at the OCM 2/9/09 Item 9.5.1. (OCM 02/09/09)

Works Operations

- \$60K additional non operating income from the sale of renewed mobile plant from Works that remained unsold from 08/09 as carried by absolute majority at the OCM 2/9/09 Item 9.5.1. (OCM 02/09/09)
- \$260K additional non operating expenditure on mobile plant renewal for Works that remained unpurchased from 08/09 as carried by absolute majority at the OCM 2/9/09 Item 9.5.1. (OCM 02/09/09)

Corporate Governance & Support

- \$5K decrease in operating expenditure for Shire Office Building maintenance being changes required to original budgets for security as a result of realigning budget to actual deployment (OCM 16/12/09).

Office Properties Leased

- \$5K decrease in budgeted operating revenue for Homeswest KRO rent received being reduction in commercial rent received from the Homeswest tenancy as a result of a market review. (OCM 02/09/09)
- \$5K decrease in operating expenditure for Kimberley Regional Office Building maintenance being changes required to original budgets for security as a result of realigning budget to actual deployment. (OCM 16/12/09)

The total budget forecast changes to date including those previously reported to council produce a net forecast indicating that Other Property & Services is expected to cost \$5K less than originally budgeted.

ADJUSTMENTS TO DETERMINE THE CASH POSITION

Budget Allocations

This year no forecast changes for Wages, Overhead and Plant Costs have been made.

CURRENT POSITION

Cash

Cash assets are now \$17,211K; this is a decrease of \$228K since the end of last month due to significant grant income and normal expenses and movements in unrestricted and restricted cash.

The major expenditure items this month include payments of \$182K to Kimberley Waste Services for rubbish pickup services, \$85K to WA Local Government Occupational Superannuation for superannuation contributions and \$59K to Broome Toyota for a new Toyota Prado.

The major revenue items this month include receipt of two payments of from the Grants Commission \$470K for the third quarter general purpose grant and \$137K for the third quarter untied roads grant, and \$47K from Main Roads for improvements to Bidyadanga Road.

Receivables

Sundry debtors including GST refundable have increased by \$394K, to stand at \$888K, as a result invoices sent for developer contributions, Haynes oval usage, the Capacity Audit grant and the Shire Directory.

The balance of rates and rubbish debtors stands at \$1,148K; this is a \$215K decrease over the month as rates were paid. Of these approximately \$329K are overdue debts that are not on an instalment or payment plan in this current year and previous years and have been followed up with final demands.

Other Assets

These stand at \$132K. This is a \$2K decrease since last month as the result of normal operations and related to decreases in inventories and self supporting loans receivable.

Cash Liabilities

These stand at \$358K, which is a current loan liability. This has decreased \$45K since last month as loan principle repayments were made.

The current loan liability represents the principle repayments on loans yet to be paid this financial year.

Creditors and Payables

Sundry Creditors are \$199K, an increase of \$47K from last month as the result of normal creditors' activities.

Other Payables comprising Tax Payable, FESA Levy Collected, Accrued Loan Interest, Prepayments Received and accruals stand at \$582K, a increase of \$34K from last month as the result of normal operation.

Employee Provisions and Accruals

In the normal course of events, these figures are adjusted in June and July each year by end of year accounting adjustments; these are now complete for the year ended 30 June 2009, and by funds to be forwarded in the payroll suspense account.

Leave Provisions are unchanged from last month at \$1,369K.

Accruals now stand at \$251K which has increased by \$244 since last month due to transactions in the payroll suspense account.

Investments

In accordance with investment policy 2.1.2 the nature and location of investments are disclosed as at:

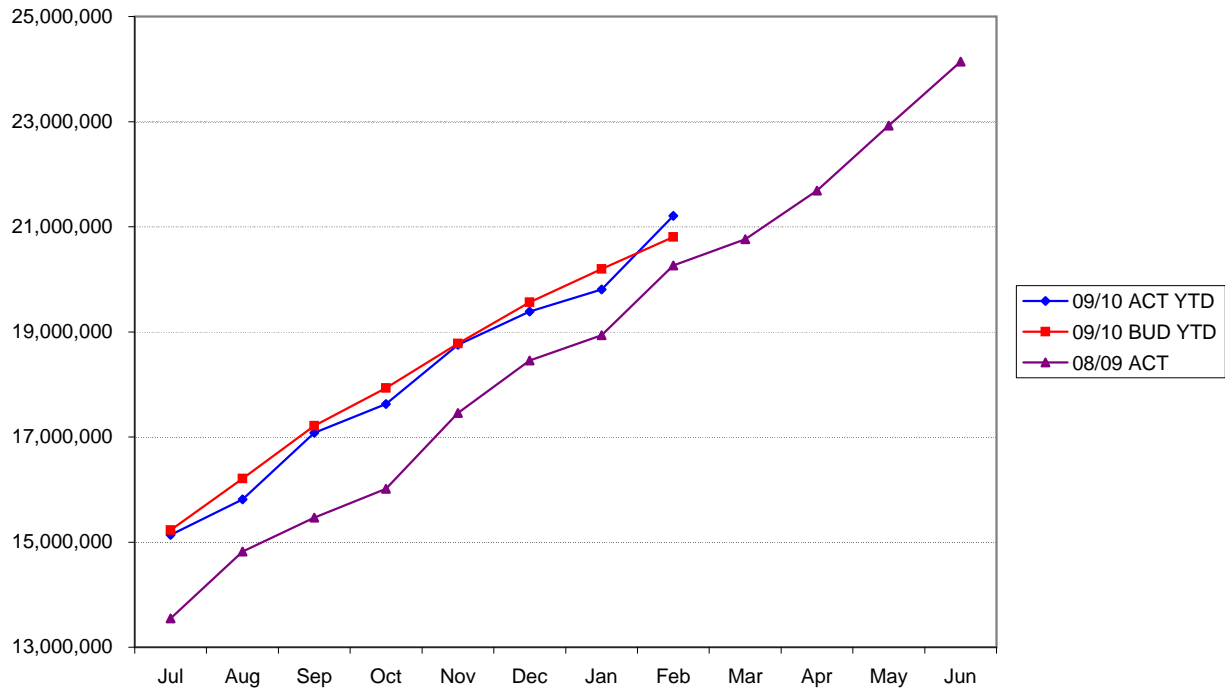
28 February 2010 – At the time of compiling the agenda item, interest rates and balances for the end of February were not yet available. Below are figures as at 31 January 2010.

FUND	INSTITUTION	INVESTMENT TYPE PRODUCT	BALANCE \$	CURRENT INTEREST RATE
MUNICIPAL				
	Commonwealth Bank	Premium Business Account	\$ 153,085	0.85%
	Commonwealth Bank	Business Online Cash Account	\$ 476,311	3.75%
	Western Australia Treasury Corporation	Overnight Cash Deposit Facility	\$ 1,440,683	3.75%
	Westpac	BT Institutional Managed Cash	\$ 4,892,631	4.32%
	ANZ	High Yield Cash Account	\$ 2,024,304	3.87%
TOTAL			\$8,987,014	
RESERVE				
	Westpac	BT Institutional Managed Cash	\$7,002,393	4.32%
	ANZ	High Yield Cash Account	\$1,939,672	3.87%
TOTAL			\$8,942,065	
TOTAL INVESTED FUNDS			\$17,929,079	

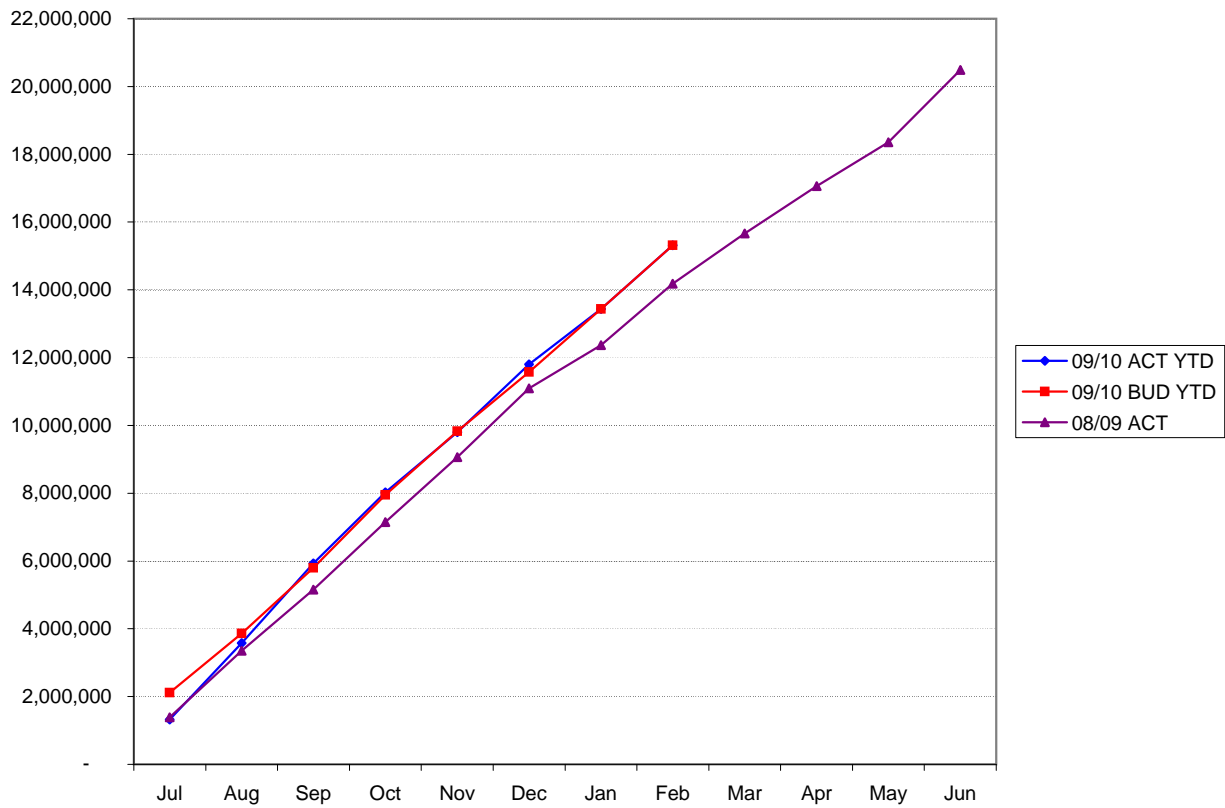
**SHIRE OF BROOME
SUMMARY OF REVISED BUDGETS**

<u>SUMMARY OF FORECASTS TO DATE</u>		
DESCRIPTION	REASON	
NET FORECASTS		\$
Increase/(Decrease) in Revenue		579,800
Increase/(Decrease) in Expenses		549,400
NET TOTAL OF FORECASTS		30,400
BALANCE CARRIED FORWARD		
Balance carried forward from 2008/2009 (Budget)		810,005
Balance carried forward from 2008/2009 (Actual)		896,272
NET ADJUSTMENTS TO BALANCE CARRIED FORWARD		86,268
OTHER ADJUSTMENTS		
Current Position Adjustments	Towards the end of the financial year staff estimate change in these liabilities if required.	0
Reallocation of wages included in Forecasts	Staff revise budgets where the labour component is changed. This does not change the overall labour cost, only time on a particular job. Labour becomes over or under allocated in the budget, hence this adjustment.	0
Reallocation of overheads included in Forecasts	As above	0
Reallocation of plant costs allocated, included in Forecasts	As above	0
Increase in Depreciation	Changes to depreciation are also included in some revised budgets but have no cash impact on Councils operations	0
Changes to accrued expenditure & profit/loss.	Changes to these items are included in some revised budgets but have no cash impact on Councils operations.	0
Adjustments to restricted cash as the result of Forecasts.	If restricted cash is now going to be spent in the current year it is no longer restricted for that year's funding.	0
NET OTHER ADJUSTMENTS		0
PREDICTED BUDGET SURPLUS/(DEFICIT)		116,668

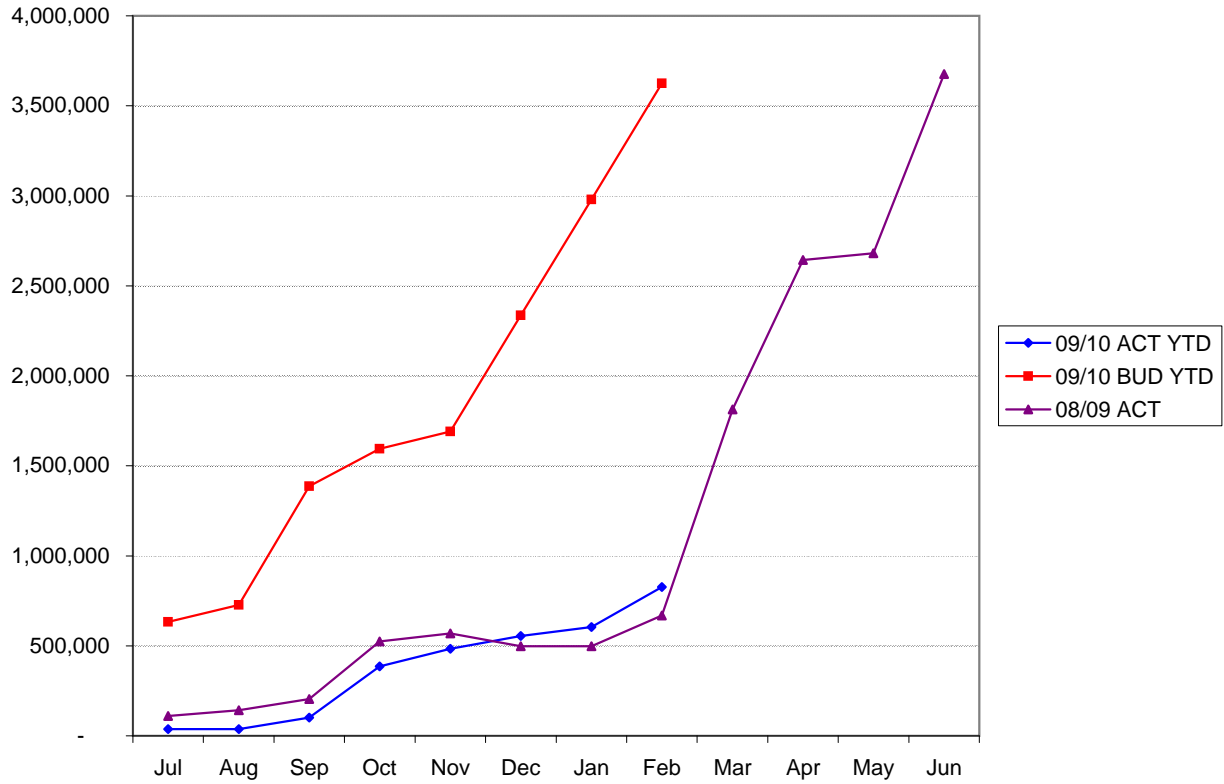
2009/2010 Operating Revenue



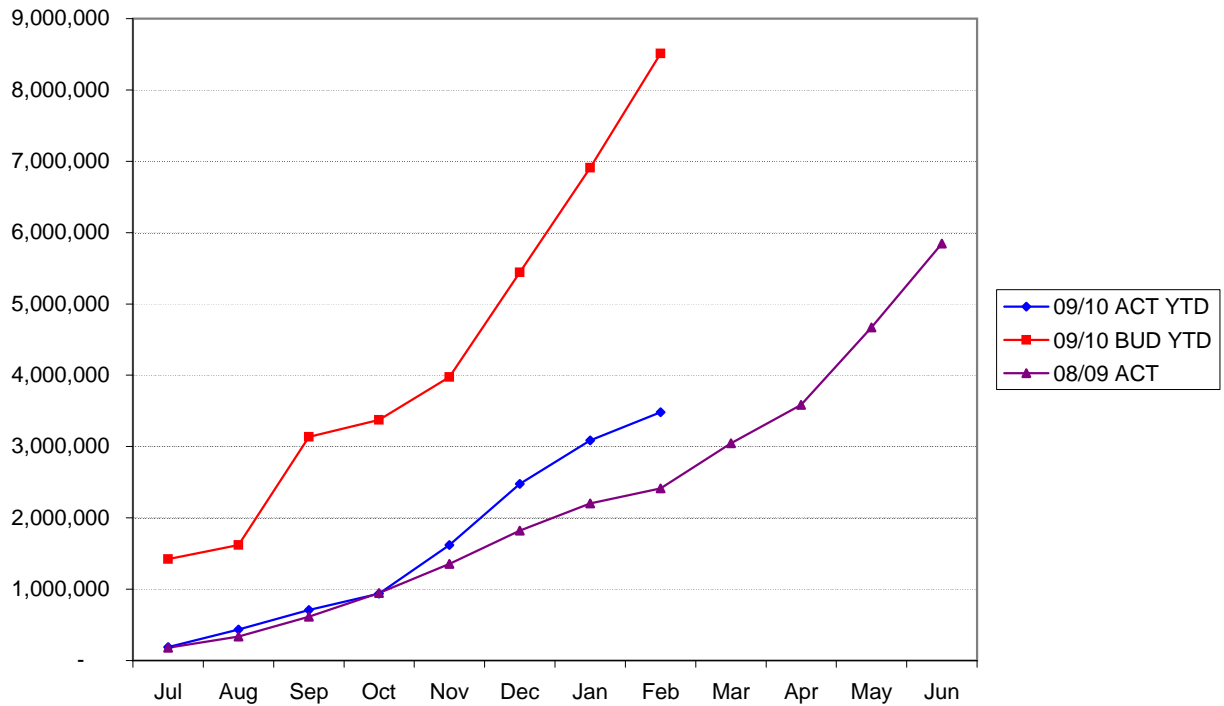
2009/2010 Operating Expense



2009/2010 Capital Revenue



2009/2010 Capital Expense



Monthly Current Position Comparison 2008/09 - 2009/10

