



ABN 11 503 313 301

Amended 2nd Quarter Budget Variations 2017/18

ATTACHMENT A

Municipal Budget Summary for the period ended 31/12/2017	Full Original Budget \$'000	Full Amended Budget \$'000	Recommended Variations \$'000	Projected Result \$'000	YTD Actual \$'000	YTD v Projected Result %	Notes
% of year elapsed						50%	
Operational and Capital Income	104,619	108,278	32	108,310	91,485	84%	
Expenses	-106,070	-107,420	289	-107,131	-53,032	50%	
Operating Result (Income Statement)	-1,451	858	321	1,179	38,453		1
Adjust non cash items:							
Add back depreciation	24,037	24,037	-	24,037	12,018	50%	
Funds from operations	22,586	24,894	321	25,215	50,471		
Sale of assets	783	783	-	783	205	26%	
Purchases of assets	-21,633	-50,806	-881	-51,687	-16,823	33%	2
Funds from investing	-20,850	-50,023	-881	-50,904	-16,618		
Loans raised	2,100	2,000	-	2,000	-	0%	
Loans repaid	-384	-384		-384	-117	30%	
Funds from financing	1,716	1,616	-	1,616	-117		
Transfers from (-to) specific reserves	-3,452	23,512	-56	23,456	10,905		3
Net increase (-decrease) in General Funds	-	-	-616	-616	44,641		4

Notes on recommended variations:

1. The increase in the Income Statement is as detailed in Attachment B, Cost of Services.
2. The increase in Purchases of assets is as detailed in Attachment D, Statement of Capital Expenditure .
3. Net increase in transfers from reserves is as detailed in Attachment C, Statement of Reserves.
4. This is the net sum of all fund flows after reserve transfers and results in a net decrease in General Funds of \$616K from the 2016/17 surplus funds. The 2016/17 surplus funds has been allocated to additional expense variations \$535K and \$81K transferred to Waste Reserve for future remediation liabilities.

ATTACHMENT B

Costs of Services for the period ended 31/12/2017	Full Original Budget \$'000	Full Amended Budget \$'000	Recommended Variations \$'000	Projected Result \$'000	YTD Actual \$'000	YTD v Projected Result %	Notes
% of year elapsed						50%	
<u>Office of the Chief Executive</u>							Attachment B-1
Income							
Governance	15	15	-	15	-	0%	
Total income	15	15	-	15	-	0%	
Expense							
Communications & Marketing	811	885	-74	811	421	52%	1
Governance	2,587	2,385	15	2,400	1,306	54%	2
Total expense	3,399	3,270	-59	3,211	1,727	54%	
Net surplus (-cost)	-3,384	-3,256	59	-3,196	-1,727	54%	

Office of the Chief Executive Notes on recommended variations :

1. Transfer educational component of Bike Plan to City Futures Department.
2. Top End Regional Organisation of Councils Regional Development Plan - Council Decision 22\0329

Costs of Services

for the period ended 31/12/2017

Full Original
Budget
\$'000Full Amended
Budget
\$'000Recommended
Variations
\$'000Projected
Result
\$'000YTD
Actual
\$'000YTD v
Projected
Result
%

Notes

% of year elapsed

50%

City Futures

Attachment B-2

Income

City Parking	5,122	5,122	-	5,122	2,705	53%	
Climate Change & Environment	50	50	-	50	50	100%	
Economic Development & Tourism	1,622	1,622	-100	1,522	902	59%	1
Total income	6,794	6,794	-100	6,694	3,657	55%	

Expense

Office of GM City Futures	358	458	-	458	194	42%	
City Parking	5,156	5,156	-	5,156	2,614	51%	
City Planning	447	547	-	547	202	37%	
Climate Change & Environment	469	524	74	598	264	44%	2
Economic Development & Tourism	669	819	25	844	360	43%	3
Total expense	7,099	7,504	99	7,604	3,635	48%	

Net surplus (-cost)

-305	-710	-199	-910	22	-2%
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City Futures Notes on recommended variations:

1. Alfresco dining fees income reduction as per Council Decision 21\0269.
2. Bike Plan educational component transferred from CEO Department.
3. Mindil Beach Markets - designs for grease trap system and bollards project. To be funded from the Markets Reserve.

Costs of Services

for the period ended 31/12/2017

	Full Original Budget \$'000	Full Amended Budget \$'000	Recommended Variations \$'000	Projected Result \$'000	YTD Actual \$'000	YTD v Projected Result %	Notes
% of year elapsed						50%	
City Life							
Income						Attachment B-3	
Office of GM City Life	-	-	3	3	-	0%	1
Arts & Cultural Development	-	-	5	5		0%	2
Customer Experience	122	122	-	122	49	40%	
Family & Children	173	218	-	218	137	63%	
Leisure and Events	636	636	-252	384	313	81%	3
Libraries	1,519	1,576	-	1,576	1,525	97%	
Regulatory Services	3,184	3,184	-	3,184	1,211	38%	
Youth Services	2	2	-	2	10	478%	
Total income	5,637	5,739	-244	5,495	3,245	59%	
Expense							
Office of GM City Life	512	1,083	-	1,083	645	60%	
Arts & Cultural Development	85	85	-	85	49	57%	
Community Development	863	823	-	823	506	61%	
Community Engagement & Participation	124	183	-	183	121	66%	
Customer Experience	628	628	-	628	335	53%	
Darwin Entertainment Centre	902	974	-	974	483	50%	
Darwin Safer City	551	551	-	551	221	40%	
Family & Children	352	397	-	397	298	75%	
Leisure and Events	2,291	2,291	-252	2,039	1,044	51%	3
Libraries	3,676	3,733	-	3,733	1,853	50%	
Regulatory Services	4,430	4,467	3	4,470	2,036	46%	1
Youth Services	492	492	-	492	213	43%	
Total expense	14,906	15,708	-249	15,459	7,802	50%	
Net surplus (-cost)	-9,269	-9,969	5	-9,964	-4,557	46%	

Costs of Servicesfor the period ended 31/12/2017Full Original
Budget
\$'000Full Amended
Budget
\$'000Recommended
Variations
\$'000Projected
Result
\$'000YTD
Actual
\$'000YTD v
Projected
Result
%

Notes

% of year elapsed

50%

City Life Notes on recommended variations:

1. Pet Friendly Park grant from Keep Australia Pet Friendly - income and offsetting expenditure
2. Parap Pool public art entry - commission altered during project - reimbursement of funds from artist (offsetting expenditure in capital program)
3. New pool management contract commenced 1 January 2018 - decrease income budgets as Council no longer receives pool income and decrease expense budgets as reduced cost of management fee.

Costs of Services for the period ended <u>31/12/2017</u>	Full Original Budget \$'000	Full Amended Budget \$'000	Recommended Variations \$'000	Projected Result \$'000	YTD Actual \$'000	YTD v Projected Result %	Notes
% of year elapsed						50%	
City Operations						Attachment B-4	
Income							
Building Services	1	1	-	1	-	0%	
Civil Works	1,778	872	-	872	461	53%	
Development	486	486	-	486	136	28%	
Fleet Management	73	73	-	73	23	31%	
Parks and Reserves	192	192	-	192	136	71%	
Street Lighting			-	-	242	1000%	
Waste Management	21,152	21,152	-	21,152	14,103	67%	
Total income	23,682	22,775	-	22,775	15,102	66%	
Expense							
Office of GM City Operations	591	515	-	515	217	42%	
Asset Management	437	437	-	437	205	47%	
Building Services	4,205	4,205	-52	4,153	1,743	42%	1
Capital Works & Project Management	524	524	-	524	381	73%	
Civil Works	10,282	10,282	-150	10,132	3,909	39%	1
Design	1,196	1,271	-	1,271	696	55%	
Development	188	188	-	188	35	19%	
Fleet Management (net of internal charges/hire)	-1,624	-1,624	-	-1,624	-411	25%	
Operations Administration	1,175	1,175	-57	1,119	507	45%	1
Parks and Reserves	16,100	16,125	-	16,125	8,513	53%	

Costs of Services

for the period ended 31/12/2017

	Full Original Budget \$'000	Full Amended Budget \$'000	Recommended Variations \$'000	Projected Result \$'000	YTD Actual \$'000	YTD v Projected Result %	Notes
% of year elapsed						50%	
Street Lighting	1,894	1,894	-	1,894	1,008	53%	
Waste Management	16,568	16,436	-	16,436	7,593	46%	
Total expense	51,536	51,428	-259	51,169	24,396	48%	
Net surplus (-cost)	-27,855	-28,652	259	-28,393	-9,294	33%	

City Operations Notes on recommended variations:

1. Transfer \$259k identified savings YTD in operational budgets to Parap Pool capital budget - savings identified in building maintenance aquatic facilities, roads maintenance and in operations administration.

Costs of Services

for the period ended 31/12/2017

	Full Original Budget \$'000	Full Amended Budget \$'000	Recommended Variations \$'000	Projected Result \$'000	YTD Actual \$'000	YTD v Projected Result %	Notes
% of year elapsed						50%	
<u>City Performance</u>						Attachment B-5	
Income							
Office of GM City Performance	6	6	-	6	-	0%	
Employee Overheads (net)			-	-			
Employee Relations	105	105	-	105	17	16%	
Financial Management	490	490	-	490	216	44%	
Information Technology	53	53	-	53	40	75%	
Organisational Development			-				
Records & Information Management	0	0	-	0	0	90%	
Risk, Audit and Safety			-				
Strategy & Outcomes			-				
Total income	653	653	-	653	273	42%	
Expense							
Office of GM City Performance	679	679	20	699	271	39%	1
Employee Overheads (net)	0	0	-	0	469	1000%	
Employee Relations	1,548	1,597	100	1,697	832	49%	1
Financial Management	3,201	3,201	-	3,201	1,352	42%	
Information Technology	2,751	2,788	-	2,788	1,625	58%	
Organisational Development	305	315	-	315	143	45%	
Records & Information Management	682	759	9	768	384	50%	2
Risk, Audit and Safety	1,263	1,330	-	1,330	1,032	78%	
Strategy & Outcomes	269	424	50	474	142	30%	3
Total expense	10,698	11,093	179	11,272	6,248	55%	
Net surplus (-cost)	-10,045	-10,440	-179	-10,619	-5,975	56%	

Costs of Servicesfor the period ended 31/12/2017

Full Original

Budget

\$'000

Full Amended

Budget

\$'000

Recommended

Variations

\$'000

Projected

Result

\$'000

YTD

Actual

\$'000

YTD v
Projected

Result

%

Notes

% of year elapsed

50%

City Performance Notes on recommended variations:

1. Executive recruitment and additional legal expenses - Council Decision 22\0338.
2. Transfer from capital Records budget for system enhancement and development license
3. Additional resource for Strategic Plan project - Council Decision 22\0303.

Costs of Services

for the period ended 31/12/2017

	Full Original Budget \$'000	Full Amended Budget \$'000	Recommended Variations \$'000	Projected Result \$'000	YTD Actual \$'000	YTD v Projected Result %	Notes
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% of year elapsed

50%

General

Attachment B-6

	Full Original Budget \$'000	Full Amended Budget \$'000	Recommended Variations \$'000	Projected Result \$'000	YTD Actual \$'000	YTD v Projected Result %	Notes
Income							
General Revenues (rates, interest, Federal Asstce)	65,725	64,855	-	64,855	63,488	98%	
Grants & Contributions and Other Income for Capital Purposes	2,113	7,461	375	7,836	5,711	73%	1
Total income	67,838	72,316	375	72,691	69,199	95%	
Expense							
Contribution To General Funds by Other Activities	-5,607	-5,607	-	-5,607	-2,803	50%	
Depreciation	24,037	24,037	-	24,037	12,018	50%	
Total expense	18,430	18,430	-	18,430	9,215	50%	
Net surplus (-cost)	49,408	53,886	375	54,261	59,984		
Net surplus (-cost) All Services	-1,451	858	321	1,178	38,453		

(NB This is the same result as the Income and expenses section of the Municipal Plan Summary Income Statement Section.)

General Notes on recommended variations:

- Additional capital grants received:
 - \$250k NTG Grant Capital (urban and Regional Oval Lights Program) - Initial endowment to undertake a detailed design process for the lighting of Gardens Oval 1, Nightcliff Oval and Bagot Oval
 - \$125k Dept of Infrastructure Planning for Dwyer Park Project

ATTACHMENT C

2016-17 Actual \$'000	Statement of Financial Position as at 31/12/2017	Full Original Budget \$'000	Full Amended Budget \$'000	Recommended Variations \$'000	Projected Result \$'000	YTD Actual \$'000	Notes
	ASSETS						
	Current Assets						
13,039	Cash at Bank & Investments - unrestricted	11,346	13,184	-616	12,568	27,617	
31,492	Cash at Bank & Investments - legally restricted	32,343	30,659	56	30,715	33,970	1
29,458	Cash at Bank & Investments - internally restricted	6,975	6,777	-	6,777	16,073	
10,598	Receivables	7,300	10,598		10,598	34,448	
110	Inventories	150	110		110	119	
-	Assets held for sale	250	-		-	-	
84,697		58,364	61,328	-560	60,768	112,227	
	Non-Current Assets						
953,325	Infrastructure, Property, Plant and Equipment	1,137,781	979,311	881	980,192	957,925	2
953,325		1,137,781	979,311	881	980,192	957,925	
1,038,022	TOTAL ASSETS	1,196,145	1,040,639	321	1,040,960	1,070,152	
	LIABILITIES						
	Current Liabilities						
14,695	Trade & Other Payables	11,000	14,695		14,695	8,438	
241	Borrowings	395	241		241	124	
17,256	Provisions & Other Liabilities	7,109	17,256		17,256	17,306	
32,192		18,504	32,192	-	32,192	25,868	
	Non-Current Liabilities						
3,046	Borrowings	6,340	4,805		4,805	3,046	
10,025	Provisions	500	10,025		10,025	10,025	
13,071		6,840	14,830	-	14,830	13,071	
45,263	TOTAL LIABILITIES	25,344	47,022	-	47,022	38,939	
992,759	NET ASSETS	1,170,801	993,617	321	993,938	1,031,212	
	EQUITY						
597,461	Asset Revaluation Reserve	771,670	597,461		597,461	597,461	
395,298	Retained Surplus & Reserves	399,131	396,156	321	396,477	433,751	3
992,759	TOTAL EQUITY	1,170,801	993,617	321	993,938	1,031,212	

Notes on recommended variations:

1. The increase in legally restricted funds is as detailed in Attachment D, Statement of Cash & Investments.
2. The increase in capital expenditure is as detailed in Attachment E, Statement of Capital Expenditure..

Statement of Cash & Investments as at 31/12/2017	Full Original Budget \$'000	Full Amended Budget \$'000	Recommended Variations \$'000	Projected Result \$'000	YTD Actual \$'000	Notes
Unrestricted	8,137	13,184	-616	12,568	27,617	
Legally restricted						
CBD Carparking Shortfall - Developer Cont.	12,736	12,726	-	12,726	12,426	
CBD Carparking Shortfall - Rate Levy	13,154	13,140	-	13,140	12,910	
DEC Air Conditioning Replacement	468	60	-	60	243	
Developer Contributions	1,464	1,614	-	1,614	1,889	
Highway/Commercial Carparking Shortfall	17	19	-	19	49	
Market Site Development	389	389	-25	364	374	1
Other Carparking Shortfall	85	93	-	93	356	
Unspent Grants	224	363	-	363	363	
Waste Management Reserve	3,806	2,255	81	2,336	5,360	2
Total legally restricted	32,343	30,659	56	30,715	33,970	
Internally restricted						
Asset Replacement & Refurbishment	1,122	1,313	-	1,313	3,316	3
Carry Forward	-	-	-	-	-	
Darwin General Cemetery	-	-	-	-	5	
DEC Asset Replacement/Refurbishment	133	133	-	133	133	
Disaster Contingency	1,035	1,035	-	1,035	1,035	
Election Expense	10	10	-	10	33	
Environmental	100	107	-	107	328	
IT Strategy	-	-	-	-	195	
Nightcliff Community Hall	39	39	-	39	34	
Off & On Street Carparking Reserve	807	369	-	369	4,992	
Plant Replacement	945	987	-	987	2,516	
Public Art	291	291	-	291	310	4
Street Lighting Reserve	2,312	2,312	-	2,312	2,995	

Statement of Cash & Investments as at 31/12/2017	Full Original Budget \$'000	Full Amended Budget \$'000	Recommended Variations \$'000	Projected Result \$'000	YTD Actual \$'000	Notes
Tree Risk Management Reserve	181	181	-	181	181	
Total internally restricted	6,975	6,777	-	6,777	16,073	
Total Cash & Investments	47,455	50,620	-560	50,060	77,660	

Notes on recommended variations:

1. Markets Reserve Transfer out: funding for design and scoping works of grease trap system and bollards at Mindil Beach Markets
2. Waste Management Reserve Transfer in: \$81k from 2016/17 surplus funds balance for remediation and capping future expenditure
3. Asset Renewal & Replacement Reserve repurpose funding (nil impact on reserve transfers) - \$132k Mindil Water Main Pipe and \$21k Drs Gully Slope stabilisation project savings repurposed to Parap Pool capital project. \$9k Records upgrade transferred from capital to operational budget for system enhancement and development license.
4. Public Art Reserve repurpose funding (nil impact on reserve transfers) - \$19k Public Art commission to Memory Wall Parap Pool

Statement of Capital Expenditure	Full Original	Full Amended	Recommended	Projected	YTD	YTD v Projected	
for the period ended 31/12/2017	Budget	Budget	Variations	Result	Actual	Result	Notes
Master Account	\$'000	\$'000	\$'000	\$'000	\$'000	%	
City Futures							
05/453065 Off Street Parking Capital Projects	100	448	-	448	-	0%	
City Futures Total	100	448	-	448	-	-	
City Life							
05/221060 Swimming Pools Capital Projects Expenditure	1,000	6,290	1,115	7,405	7,343	99%	1
05/221061 Community Projects Capital Expenditure	157	397	5	402	173	43%	2
05/223060 Recreation Capital Projects	150	165	-	165	114	69%	
05/223062 Leisure Capital Projects	100	120	250	370	-	0%	3
05/223065 Sports Facilities - Capital Projects	100	1,531	-20	1,511	36	2%	1
05/235060 Libraries Capital Expenditure	-	-	133	133	6	5%	4
05/242060 Regulatory Services Capital Projects	-	80	-	80	-	0%	
05/332089 Darwin Entertainment Centre Capital Projects	2,388	7,334	-	7,334	2,356	32%	
City Life Total	3,895	15,916	1,483	17,399	10,029	58%	
City Operations							
05/311060 Infrastructure Capital Projects	-	3,087	-	3,087	202	7%	
05/322062 Minor Capital Works Program	142	142	-80	62	30	48%	1
05/322063 Streetscape Development & Upgrade	550	560	-100	460	20	4%	1
05/322064 Road Works Capital Projects Expenditure	230	230	-50	180	9	5%	1
05/322066 Roads to Recovery Capital Projects Expenditure	1,780	2,073	-	2,073	-	0%	
05/322067 LATM Capital Projects Expenditure	251	377	-	377	189	50%	
05/322068 Cyclepath Capital Projects	558	1,118	-	1,118	156	14%	
05/322069 Black Spot Program	-	250	-	250	-	0%	
05/331061 Footpaths Capital Projects	840	850	-	850	210	25%	
05/331062 Disability Access Capital Projects (W/O ONLY)	54	76	-	76	3	4%	
05/331064 Driveway Capital Projects	235	235	-80	155	17	11%	1

Amended as per Council DECISION NO. 22\0347 on 30 January 2018

Statement of Capital Expenditure	Full Original	Full Amended	Recommended	Projected	YTD	YTD v Projected	
for the period ended 31/12/2017	Budget	Budget	Variations	Result	Actual	Result	Notes
Master Account	\$'000	\$'000	\$'000	\$'000	\$'000	%	
05/331065 Road Reseal & Rehabilitation Capital Projects	1,906	2,104	-73	2,031	422	21%	1
05/331066 Streetlighting Capital Projects	615	734	-	734	21	3%	
05/331067 Parks Lighting Capital Projects	150	362	-	362	56	15%	
05/331068 Kerbing Capital Projects	30	30	-	30	-	0%	
05/331069 Traffic Signals Capital Projects	149	189	-	189	27	14%	
05/332060 Building Maintenance Capital Projects	1,005	1,415	-265	1,150	256	22%	1 & 4
05/332063 Signage & Memorial Capital Projects	22	39	-	39	-	0%	
05/332082 Investment Properties Capital Refurbish (W/O ONLY)	-	140	-21	120	91	76%	1
05/332083 Toilet Block Capital Projects	-	97	-	97	97	100%	
05/332086 Open Spaces Capital Refurbishment Costs (W/O ONLY)	610	1,038	-	1,038	129	12%	
05/333062 Shoal Bay Upgrade Works	1,300	9,275	-	9,275	1,814	20%	
05/334060 Stormwater Drainage Capital Projects	1,400	1,726	-	1,726	1,118	65%	
05/334065 Walkway Capital Projects	162	187	-	187	-	0%	
05/334068 Mosquito Control Capital Projects	125	350	-50	300	-	0%	1
05/335060 Fleet Management Capital Projects	3,166	4,296	-	4,296	690	16%	
05/341061 Fencing Capital Projects	148	148	-	148	3	2%	
05/341062 Parks & Reserves Revitalisation Capital Projects	1,215	1,325	125	1,450	400	28%	5
05/341063 Parks Infrastructure Capital Projects	139	189	-	189	49	26%	
05/341064 Parks & Reserves General Capital Projects	150	215	-	215	-	0%	
05/341065 Parks Landscaping & Irrigation Capital Projects	407	447	-	447	141	31%	
City Operations Total	17,340	33,303	-593	32,710	6,150	19%	

Statement of Capital Expenditure	Full Original	Full Amended	Recommended	Projected	YTD	YTD v Projected	
for the period ended 31/12/2017	Budget	Budget	Variations	Result	Actual	Result	Notes
Master Account	\$'000	\$'000	\$'000	\$'000	\$'000	%	
City Performance							
05/421061 Finance Capital Expenditure	-	35	-	35	29	81%	
05/431060 IT Capital Projects	299	1,078	-	1,078	616	57%	
05/432060 Records Capital Expenditure	-	25	-9	16	-	0%	6
City Performance Total	299	1,138	-9	1,130	645	57%	
Total	21,633	50,806	881	51,687	16,823		
<p>Notes on recommended variations:</p> <ol style="list-style-type: none"> Parap Pool project additional funding identified from various sources : <ul style="list-style-type: none"> \$20k Parap tennis court renewal \$80k minor capital works reprogramming to address funding requirement, \$100k landscape improvements made to Parap Development \$50k Boutlter Rd project has long delivery time recommended design deferred and savings identified \$80k driveway delivery inherently linked to completion of footpath program; savings identified and program is being delivered \$73k savings identified in roads program, \$132k Mindil Beach water main pipe project completed savings identified (project funded from ARR reserve) \$21k Drs Gully slope stabilisation change in project scope (project funded from ARR reserve) \$50k 2017/18 program not fully identified by Medical Entomology (NTG) at this stage estimated savings Realign Public Art (-\$19k) and Parap Pool Public Art Commission (-\$26k) to Memory Wall Parap Pool (+\$45k)- (as projects within same budget number nil impact on budget account reflected). Increase of \$5k for Parap Pool public art entry - commission altered during project - reimbursement of funds from artist . Urban & Regional Oval Lights Program - initial endowment to undertake a detailed design process for the lighting of Gardens Oval 1, Nightcliff Oval and Bagot Oval \$133k transfer grant funded budget for Casuarina Library Silent Room from Buildings to Libraries Capital budget where expenditure is being costed to \$125k grant received from Dept of Infrastructure Planning for Dwyer Park Project - offsetting capital expenditure \$9k transferred to operational budget for Records system enhancement and development license 							