

**TOWN OF VICTORIA PARK
BUDGET REVIEW REPORT
FOR THE PERIOD ENDED 30TH SEPTEMBER 2022**

*LOCAL GOVERNMENT ACT 1995
LOCAL GOVERNMENT (FINANCIAL MANAGEMENT) REGULATIONS 1996*

TABLE OF CONTENTS

Statement of Budget Review by Nature or Type	2
Note 1 Predicted Variances	3

TOWN OF VICTORIA PARK
STATEMENT OF BUDGET REVIEW
(NATURE OR TYPE)
FOR THE PERIOD ENDED 30TH SEPTEMBER 2022

Note	Budget v Actual		Predicted		
	Adopted Budget (a)	YTD 30 Sept 2022 Actual (b)	Variance Permanent (c)	Variance Timing (Carryover) (d)	Year End (a)+(c)+(d)
	\$	\$	\$	\$	\$
OPERATING ACTIVITIES					
Net current assets at start of financial year surplus/(deficit)	2,343,579	9,283,215	797,550		3,141,129 ▲
Revenue from operating activities (excluding rates)					
Rates	46,131,117	46,006,585	0	0	46,131,117
Operating grants, subsidies and contributions	590,029	289,127	0	0	590,029
Fees and charges	10,315,512	3,163,594	0	0	10,315,512
Service charges	1,554,800	1,751,881	0	0	1,554,800
Interest earnings	474,498	81,275	0	0	474,498
Other revenue	639,756	272,104	0	0	639,756
Profit on asset disposals	1,597,280	0	0	0	1,597,280
	61,302,992	51,564,565	0	0	61,302,992
Expenditure from operating activities					
Employee costs	(25,231,789)	(5,959,862)	0	0	(25,231,789)
Materials and contracts	1.2.2 (25,284,135)	(4,186,102)	(347,500)	0	(25,631,635) ▲
Utility charges	(1,599,650)	(306,633)	0	0	(1,599,650)
Depreciation on non-current assets	(9,951,643)	(16,710)	0	0	(9,951,643)
Interest expenses	(277,575)	(38,263)	0	0	(277,575)
Insurance expenses	(339,881)	(4,823)	0	0	(339,881)
Other expenditure	(728,839)	(92,713)	0	0	(728,839)
Loss on asset disposals	(26,417)	0	0	0	(26,417)
	(63,439,929)	(10,605,106)	(347,500)	0	(63,787,429)
Non-cash amounts excluded from operating activities	8,380,780	16,710	0	0	8,380,780
Amount attributable to operating activities	8,587,422	50,259,383	450,050	0	9,037,472
INVESTING ACTIVITIES					
Non-operating grants, subsidies and contributions	9,560,146	0	0	0	9,560,146
Payments for investment property	(7,355,562)	0	0	0	0
Payments for property, plant, equipment and infrastructure	1.4 (21,625,006)	(624,128)	(867,550)	0	(22,492,556) ▲
Proceeds from disposal of assets	4,015,500	54,735	0	0	4,015,500
Proceeds from equity distribution	1,250,000	0.00	0	0	1,250,000
Amount attributable to investing activities	(14,154,922)	(569,394)	(867,550)	0	(7,666,910)
FINANCING ACTIVITIES					
Repayment of borrowings	(3,075,841)	(1,373,509)	0	0	(3,075,841)
Principal elements of finance lease payments	(20,068)	(20,069)	0	0	(20,068)
Proceeds from new borrowings	2,200,000	0	0	0	2,200,000
Transfers to cash backed reserves (restricted assets)	(12,607,599)	(6,618)	0	0	(12,607,599)
Transfers from cash backed reserves (restricted assets)	1.5 19,071,008	0	417,500	0	19,488,508 ▼
Amount attributable to financing activities	5,567,500	(1,400,196)	417,500	0	5,985,000
Budget deficiency before general rates	0	48,289,794	0	0	7,355,562
Estimated amount to be raised from general rates			0	0	0
Closing funding surplus(deficit)	0	48,289,794	0	0	7,355,562 ▲

TOWN OF VICTORIA PARK
NOTES TO THE REVIEW OF THE ANNUAL BUDGET
FOR THE PERIOD ENDED 30TH SEPTEMBER 2022

1. PREDICTED VARIANCES

Comments/Reason for Variance

	Variance \$
1.1 OPERATING REVENUE (EXCLUDING RATES)	
Operating Revenue Predicted Variances	0
Accumulated Predicted Variances Total	0
1.2 OPERATING EXPENSES	
1.2.1 EMPLOYEE COSTS	
NIL	
1.2.2 MATERIAL AND CONTRACTS	
Oats Street Precinct Structure Planning - to enable project commencement and procurement of consultants.	(347,500)
Pop-up Performers - Transfer from Business Grants Program	38,272
Business Grants Program - Transfer to Community Development/Events. (CF April 2022)	(38,272)
Operating Expense Predicted Variances	(347,500)
Accumulated Predicted Variances Total	(347,500)
1.4 CAPITAL EXPENSES	
1.4.3 PLANT AND EQUIPMENT CAPEX	
Vehicle Purchase - Rangers (122VPK) - W1499 carry forward from last year	(26,500)
Plant Replacement - 133VPK - additional funds required to acquire the asset	(30,000)
Plant Replacement - 134VPK- additional funds required to acquire the asset	(30,000)
139 VPK Hino Pro Ranger Tipper with Crane - additional funds required to acquire the asset	(50,000)
Vehicle Purchase - Street Improvement (117VPK) - additional funds required to acquire the asset	(7,000)
Plant Replacement - 1GRR126 - additional funds required to acquire the asset	(1,000)
Plant Replacement - 113VPK - additional funds required to acquire the asset	(1,000)
Plant Replacement - 148VPK - additional funds required to acquire the asset	(1,000)
Plant Replacement - 135VPK - additional funds required to acquire the asset	(1,500)
Plant Replacement - 105 VPK - additional funds required to acquire the asset	(31,500)
Plant Replacement - 107 VPK - additional funds required to acquire the asset	(5,000)
Plant Replacement - 123 VPK - additional funds required to acquire the asset	(1,000)
Plant Replacement - 125 VPK - additional funds required to acquire the asset	(1,500)
Plant Replacement - 132 VPK - additional funds required to acquire the asset	(1,500)
Vehicle Purchase - Urban Planning (171VPK - Plant 343) - budget no longer required	26,000
Vehicle Purchase - Waste - Sweeper (177VPK - Plant 240) - reduce budget	60,000
Skid Steer - 170VPK Trade-In Carried forward to 2014 - no longer required	19,000
Plant Replacement - 1GVZ918 - no longer required	26,000
Plant Replacement - 128VPK - reduce budget	8,000
1.4.4 FURNITURE AND EQUIPMENT	
Purchase of New Bins - three bin Garden Organics System - W4679 carry forward from last year	(417,000)
Purchase of New Bins - three bin Garden Organics System increased funds required due to inadequate Budget estimates W4679	(70,000)
1.4.5 INFRASTRUCTURE ASSETS - ROADS	
Burlington Street/Leichardt Street Intersection Upgrade - W4625 carry forward from last year	(95,000)
Withnell Street - Swansea to Read - budget no longer required	137,811
Read Street - Withnell to Oats - budget no longer required	32,076
Crack sealing over Roads in the Town	(146,887)
1.4.8 INFRASTRUCTURE ASSETS - PATHWAYS	
Bolton Avenue - Street Lighting Replacement (WP Owned Lights) - W4467 carry forward from last year	(85,000)
1.4.9 INFRASTRUCTURE ASSETS - OTHER	
Old Spaces, New Places Project No.3 - Western Gateway (Capital) - W4681 carry forward from last year	(174,050)
Capital Expenses Predicted Variances	(867,550)

TOWN OF VICTORIA PARK
 NOTES TO THE REVIEW OF THE ANNUAL BUDGET
 FOR THE PERIOD ENDED 30TH SEPTEMBER 2022

1. PREDICTED VARIANCES

Comments/Reason for Variance

	Variance \$
	Accumulated Predicted Variances Total
	(1,215,050)
4.5 OTHER ITEMS	
4.5.10 TRANSFER TO RESERVES (RESTRICTED ASSETS)	
NIL	
4.5.11 TRANSFER FROM RESERVES (RESTRICTED ASSETS)	
Transfer from the future projects reserve for the Oats Street Precinct Structure Planning (OCM December 2021).	347,500
Transfer from the Waste Reserve - Go Bins	70,000
4.5.2 OPENING FUNDING SURPLUS(DEFICIT)	
Adjustment in the carried forward surplus (NB: unaudited figure)	797,550
	Other Items Predicted Variances
	1,215,050
Total Predicted Variances as per Annual Budget Review	0