

DISTRICT COUNCIL OF ROBE

Report No. **1469**

~~August~~ February 2010~~2006~~

TO: His Worship the Mayor and Councillors
FROM: Vanessa McDonald
FOR: Full Council

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1. District Council of Robe 2009/2010 Budget Revision

File Ref : _____
Budget Allocation : N/A
Budget Spent to Date : N/A
SMP Goal Reference : No Specific Reference

Section 123 (13) of the Local Government Act 1999 and Section 7 of the Local Government (Financial Management) Regulations 1999 require Council to review its budget at least three (3) times in each financial year and if considered necessary (and appropriate), revise the budget including the Budgeted Income Statement, Balance Sheet, Statement of Changes In Equity and Statement of Cash Flows.

Section 7 (2) of the Local Government (Financial Management) Regulations 1999 also requires Council to have reviewed the financial outcomes of the previous financial year prior to revising the current financial year's budget.

The monthly Financial Performance Reports provided to Council at the monthly meeting provide a review of performance against the current adopted budget, meeting the requirements of Section 123 (13) of the Local Government Act 1999 and Section 7 of the Local Government (Financial Management) Regulations 1999 on a monthly basis.

A number of financial events which will have a material impact on Council's 2009/2010 financial results have arisen since the adoption of the 2009/2010 budget, and as a result it is appropriate to consider a revision of Council's 2009/2010 budget and budgeted financial statements at this time.

The following table details recommended changes to Council's 2009/2010 Operating & Capital budget adopted on 29th June 2009.

Account	Explanation	2009/10 1 st Budget Review	2009/10 Revised Budget
Job 22100 Capital Expenditure	Previously we had anticipated changeover of the CEO vehicle in 2010/11. Due to unforeseen circumstances this needs to be brought forward and will be funded by the CWMS system that will not be completed in this financial year	\$675,000	\$715,000
Job 14105 Operating Income	Transfer of \$40,000 from CWMS upgrade to Plant Replacement to fund vehicle changeover that was not previously budgeted for	\$1,350,000	\$1,310,000

In Summary, there will be no overall change to Council's budgeted financial outcomes for 2009/2010, they will remain as follows :

	Original 2009/2010 Budget	Revised 2009/2010 Budget
Operating Revenue	\$5,311,540	\$5,311,540
Operating Expenditure	\$5,232,314	\$5,232,314
Operating Surplus / (Deficit)	\$79,226	\$79,226
Capital Revenue	\$250,000	\$484,786
Capital Expenditure	\$3,862,500	\$4,562,149
Cash Surplus (Deficit)	\$464,852	\$136,412
Net reserve Transfers	(\$531,539)	(\$531,539)

RECOMMENDATION : that Council, having reconsidered the adopted 2009/2010 budget pursuant to and in accordance with Section 123 of the Local Government Act 1999 and Section 7 of the Local Government (Financial Management) Regulations 1999, adopt a revised 2009/2010 budget comprising the following Budgeted Financial Statements as presented:

- Budgeted Income Statement.

- Budgeted Balance Sheet.
- Budgeted Statement of Changes In Equity.
- Budgeted Statement of Cash Flows.
- Budgeted Uniform Presentation of Finances.
- Detailed Operating Budget.
- Detailed Capital Budget.